

PNR M0629650116

C-10.3 Received 8-21-2006
DHC No. Assigned 10-23-2006

Order Number H08-0167		API Number 30-025-25544		Operator John H. Hendrix Corp.		County Lea	
Order Date 		Well Name Drinkard Estate		Number 006		Location	
						G UL	25 Sec
						22S T (+Dir)	
						37E R (+Dir)	
Pool 1	06660	BLinebry Oil+Gas (Oil)		75%	27%		
Pool 2	07900	Brunson Drinkard Abo, South		25%	73%		
Pool 3							
Pool 4							
Comments: <p>Work completed effective _____</p> <p>Work cancelled effective _____</p> <p>Supplement _____</p>							

Posted to
RBOUM
10-23-2006

3

DOWNHOLE COMMINGLE CALCULATIONS:

30-025-25544

OPERATOR: John H. Hendrix Corp.

HOB-0167

PROPERTY NAME: Drinkard Estate

WNULSTR: 6-G, 25-22-37

	SECTION I:	ALLOWABLE AMOUNT	
06660	POOL NO. 1 <u>BLinebry Oil + Gas (Oil)</u>	<u>107</u>	<u>428</u> MCF <u>4000</u>
07900	POOL NO. 2 <u>Brunson Drinkard Abo, S.</u>	<u>142</u>	<u>852</u> MCF <u>6000</u>
	POOL NO. 3 _____	_____	_____ MCF
	POOL NO. 4 _____	_____	_____ MCF
	POOL TOTALS	<u>249</u>	<u>1280</u>

	SECTION II:	OIL	GAS
	POOL NO. 1 <u>BLinebry Oil + Gas (Oil)</u>	<u>75%</u> X <u>249</u> = <u>186.75</u>	<u>27%</u>
	POOL NO. 2 <u>Brunson Drinkard Abo, S.</u>	<u>25%</u>	<u>73%</u>
	POOL NO. 3 _____	_____	_____
	POOL NO. 4 _____	_____	_____

	<u>OIL</u>	<u>GAS</u>
SECTION III:	<u>107 ÷ 75% = 142.666 (143)</u>	_____
SECTION IV:	<u>143 X 75% = 107.25 (107)</u>	_____
	<u>143 X 25% = 35.75 (36)</u>	_____
	_____	_____
	_____	_____

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-2544

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
 John H. Hendrix Corporation

3. Address of Operator P. O. Box 3040
 Midland, TX 79702-3040

4. Well Location
 Unit Letter G : 1807 feet from the North line and 1542 feet from the East line
 Section 25 Township 22S Range 37E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

7. Lease Name or Unit Agreement Name
 Drinkard Estate

8. Well Number 6

9. OGRID Number 012024

10. Pool name or Wildcat
 Brunson-Drinkard, Abo, S. & Blinebry Oil & Gas

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB

OTHER: OTHER:

3. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

THIS IS A REQUEST TO DHC BRUNSON DRINKARD, ABO, S. AND BLINEBRY OIL & GAS. SEE SUPPORTING DATA ON ATTACHED SHEET.



DHC Order No. HOB-0167

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Ronnie H. Westbrook TITLE Vice President DATE 08/15/2006

or print name Ronnie H. Westbrook E-mail address: _____ Telephone No. (432)684-6631

APPROVED BY: Larry W. Wink DATE OCT 23 2006
 Conditions of Approval: (if any) _____

OCD FIELD REPRESENTATIVE II/STAFF MANAGER

DRINKARD ESTATE NO. 6

API NO. 30-025-25⁵444

1. Division Order Number that established pre-approved pool – Order No. R-11363.
2. Pools to be commingled – Brunson Drinkard Abo, S. (7900) and Blinebry Oil & Gas (6660)
3. Blinebry Perfs. – 5420 – 5850'
Brunson Drinkard Abo, S. – 6252 – 6489'
4. All zones are intermediate crude and commingling will not reduce the the value of the production.
5. Ownership between the two pools is identical.
6. Allocation is based on producing rates prior to plugging back on Brunson Dr. Abo, S. and current Blinebry producing rate.

Brunson Drinkard Abo, S.	6 BOPD	160 MCFPD
Blinebry Oil & Gas	<u>2 BOPD</u>	<u>60 MCFPD</u>
Total	8 BOPD	220 MCFPD
	<u>Oil</u>	<u>Gas</u>
Brunson Drinkard Abo, S.	25%	73%
Blinebry Oil & Gas	75%	27%

Copy

District I
1625 N. French Dr., Hobbs, NM 88240

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1301 W. Grand Avenue, Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number 30-025-25544		'Pool Code 06660		'Pool Name Blinebry	
'Property Code 005163		'Property Name Drinkard Estate			'Well Number 6
'OGRID No. 012024		'Operator Name John H. Hendrix Corporation			'Elevation 3316.7 GR

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	25	22S	37E		1807	North	1542	East	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

'Dedicated Acres 40	'Joint or Infill	'Consolidation Code	'Order No. NSL-852-A
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16					<p>¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order herebefore entered by the division.</p> <p><i>Ronnie H. Westbrook</i> Signature Date: 06/15/2006</p>	
					<p>Ronnie H. Westbrook Printed Name</p>	
					<p>¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p>	
					<p>Date of Survey Signature and Seal of Professional Surveyor: Certificate Number</p>	

OIL CONSERVATION DIVISION
 P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

Submit to Appropriate
 District Office
 State Lease - 4 copies
 Fee Lease - 3 copies

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

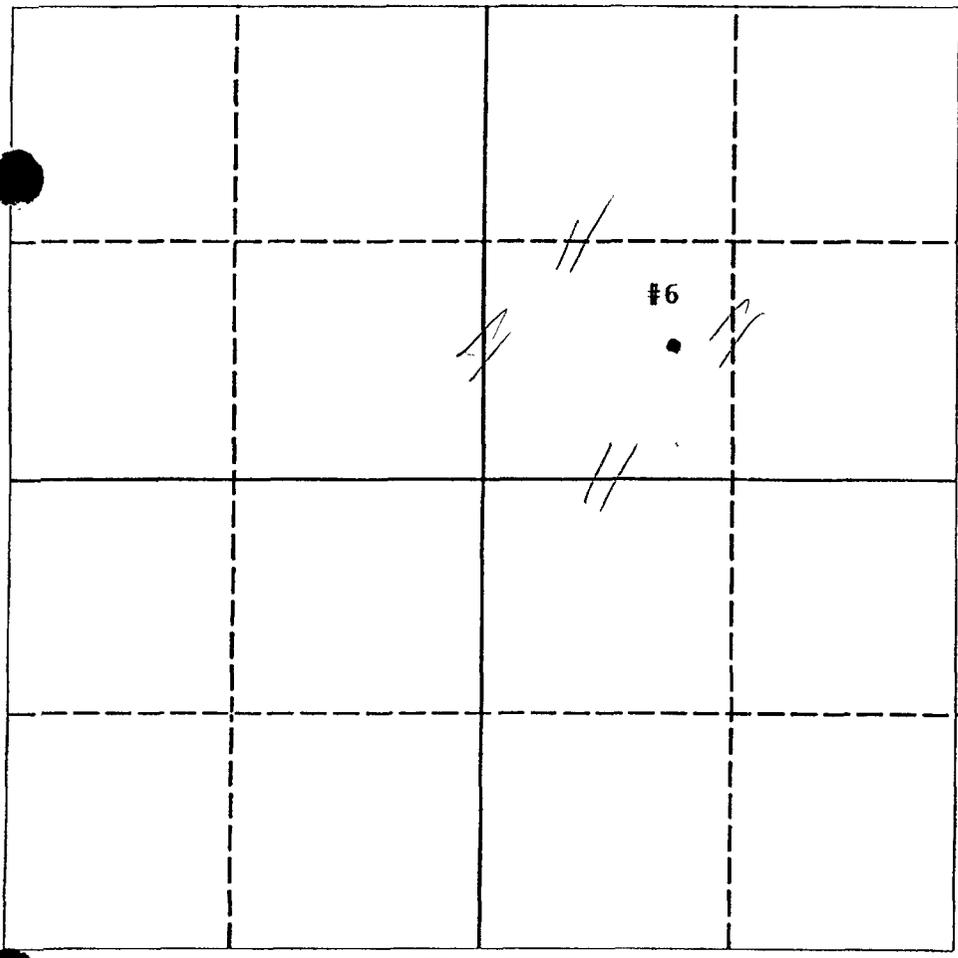
DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator John H. Hendrix Corporation		Lease Drinkard Estate		Well No. 6
Unit Letter G	Section 25	Township 22S	Range 37E	County NMPM Lea
Actual Footage Location of Well: 1807 feet from the North line and 1542 feet from the East line				
Ground level Elev. 3316.7'	Producing Formation Brunson-Drinkard-Abo, S.		Pool Brunson-Drinkard-Abo, S.	Dedicated Acreage: 40 Acres
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No If answer is "yes" type of consolidation _____ If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary). _____ No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.				



OPERATOR CERTIFICATION
 I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: *Ronnie H. Westbrook*
 Printed Name: **Ronnie H. Westbrook**
 Position: **Vice-President**
 Company: **John H. Hendrix Corporation**
 Date: **3/9/90**

SURVEYOR CERTIFICATION
 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: _____
 Signature & Seal of Professional Surveyor: _____
 Certificate No.: _____

