

PNRM 0707550517

C-103 Received 2-23-2007
DHL No. Assigned 3-16-2007

Order Number HOB-0194	API Number 30-025-25137	Operator John H. Hendrix Corp.	County Lea			
Order Date 	Well Name Elliott B-12	Number 002	Location			
			D UL	12 Sec	22S T (+Dir)	37E R (+Dir)
		Oil %	Gas %			
Pool 1	06660	Blinebry Oil + Gas (Oil)	33%	46%		
Pool 2	60240	Tubb Oil + Gas (Oil)	50%	23%		
Pool 3	07900	Brunson Drinkard Abo, South	2%	25%		
Pool 4	62730	Wantz Granite Wash	15%	6%		
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____						

Posted to
RBBM
3-16-2007

Previous
DHL-598

30-025-25137
HOB-0194

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H. Hendrix Corp.

PROPERTY NAME: ELLIOTT B-12

WNULSTR: 2-D, 12-22-37

	SECTION I:	ALLOWABLE AMOUNT	
06660	POOL NO. 1 <u>Blinebry Oil+ Gas (Oil)</u>	<u>107</u>	<u>428</u> MCF 4000
60240	POOL NO. 2 <u>Tubb Oil+ Gas (Oil)</u>	<u>142</u>	<u>284</u> MCF 2000
07900	POOL NO. 3 <u>Brunson Drinkard Abo, South</u>	<u>142</u>	<u>852</u> MCF 6000
62730	POOL NO. 4 <u>Wantz Granite Wash</u>	<u>187</u>	<u>374</u> MCF 2000
	POOL TOTALS	<u>578</u>	<u>1938</u>

SECTION II:	(Oil)	(Gas)
POOL NO. 1 <u>Blinebry Oil+ Gas (Oil)</u>	33%	46%
POOL NO. 2 <u>Tubb Oil+ Gas (Oil)</u>	50% X 578 = 289	23%
POOL NO. 3 <u>Brunson Drinkard Abo, South</u>	2%	25%
POOL NO. 4 <u>Wantz Granite Wash</u>	15%	6%

<u>OIL</u>	<u>GAS</u>
SECTION III: <u>107 ÷ 50% = 214</u>	

SECTION IV: <u>214 X 33% = 70.62 (71)</u>	
<u>214 X 50% = 107 (107)</u>	
<u>214 X 2% = 4.28 (4)</u>	
<u>214 X 15% = 32.10 (32)</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
 1000 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

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

WELL API NO.	30-025-25137
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name Elliott B-12	
8. Well Number	2
9. OGRID Number	012024
10. Pool name or Wildcat BlbryO&G, Tubb O&G, Br Dr Abo, S & Wantz	

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 D : 567 feet from the North line and 467 feet from the West line
Section 12 Township 22S Range 37E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3360 KB

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 _____

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: DHC - Blinebry Oil & Gas <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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.

It is proposed to remove RBP at 5880 over Tubb perms. 5899 - 6094, RBP at 6200 over Brunson Drinkard Abo perms. 6221 - 7001, and RBP at 7200 over Wantz Granite Wash perms. 7223 - 7388', and DHC Blinebry Oil & Gas, Tubb Oil & Gas, Brunson Drinkard Abo, S. and Wantz Granite Wash. It is noted that the DHC of Drinkard & Wantz Granite Wash had been previously approved under Order No. DHC-598. See supporting data on attached sheets.

DHC Order No. HOB-0194



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 02/12/2007

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

For State Use Only
 APPROVED BY: Chris Williams TITLE DISTRICT SUPERVISOR/GENERAL MANAGER DATE MAR 12 2007
 Conditions of Approval: Chris Williams, District Supervisor

ELLIOTT B-12 NO. 2

Unit D – 567' FNL & 467' FWL
 Sec. 12, T22S – R38E, Lea County, NM

1. Division Order that established pre-approved pools. Order No. R-11363.
2. Pools to be commingled – Blinebry Oil & Gas (6660),
 Tubb Oil & Gas (60240), Brunson Drinkard Abo, S. (7900), Wantz Granite
 Wash (62730)
3. Blinebry Perfs. – 5393 – 5771'
 Tubb Perfs. – 5899 – 6094'
 Brunson Drinkard, Abo. S. Perfs. – 6221- 7001'
 -Wantz Granite Wash Perfs. 7223 – 7388'
4. All zones are intermediate crude and commingling will not reduce the
 value of the production.
5. Ownership between pools is identical.
6. Current production, production prior to TA or anticipated production:

Blinebry	4.00 BOPD	74 MCFPD
Tubb Oil & Gas	6.00 BOPD	37 MCFPD
Brunson Drinkard Abo, S	.18 BOPD	41 MCFPD
Wantz Granite Wash	1.82 BOPD	9 MCFPD
Total	12.00 BOPD	161 MCFPD

7. The proposed allocation to be as follows:

	<u>Oil %</u>	<u>Gas</u>
Blinebry Oil & Gas	33.3% 33%	46%
Tubb Oil & Gas	50.0%	23%
Brunson Drinkard Abo, S.	1.7% 2%	25.5% 25%
Wantz Granite Wash	15.0%	5.5% 6% NM
Total	100%	100%

District I
1625 N. French Dr., Hobbs, NM 88240
District II
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 30-025-25137		' Pool Code 06660		' Pool Name Blinebry Oil & Gas	
' Property Code 005170		' Property Name Elliott B-12			' Well Number 2
' OGRID No. 012024		' Operator Name John H. Hendrix Corporation			' Elevation 3360' KB

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
D	12	22S	37E	567		North	467	West	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.
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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.

	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>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 heretofore entered by the division.</p> <p><i>Ronnie Westbrook</i> Signature 02/12/2007 Date</p> <p>Ronnie H. Westbrook Printed Name</p>
	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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</p>
	<p>Certificate Number</p>

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

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

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

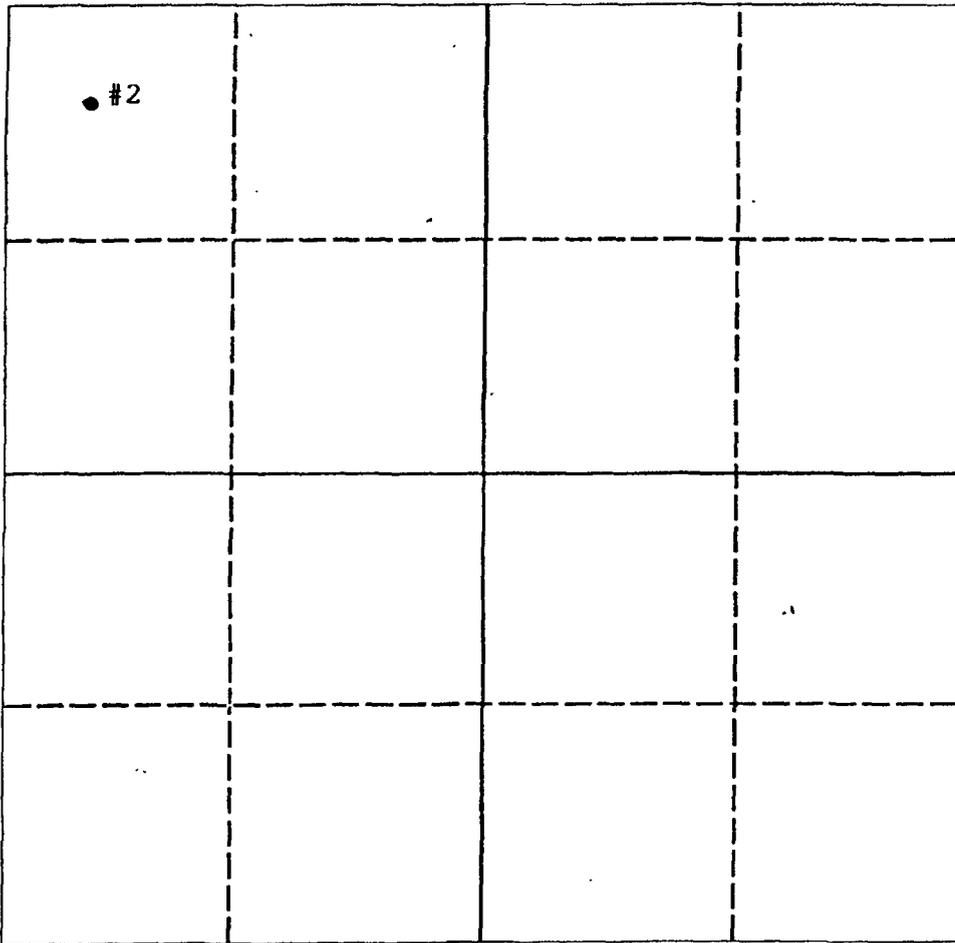
Operator John H. Hendrix Corporation			Lease Elliott B-12		Well No. 2
Unit Letter D	Section 12	Township 22S	Range 37E	County Lea	
Actual Footage Location of Well: 567 feet from the North line and 467 feet from the West line					
Ground level Elev. 3350'	Producing Formation Tubb		Pool Tubb Oil		Dedicated Acreage: 40 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- 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.?

Yes 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
October 20, 1992

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.

0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Superseded C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section

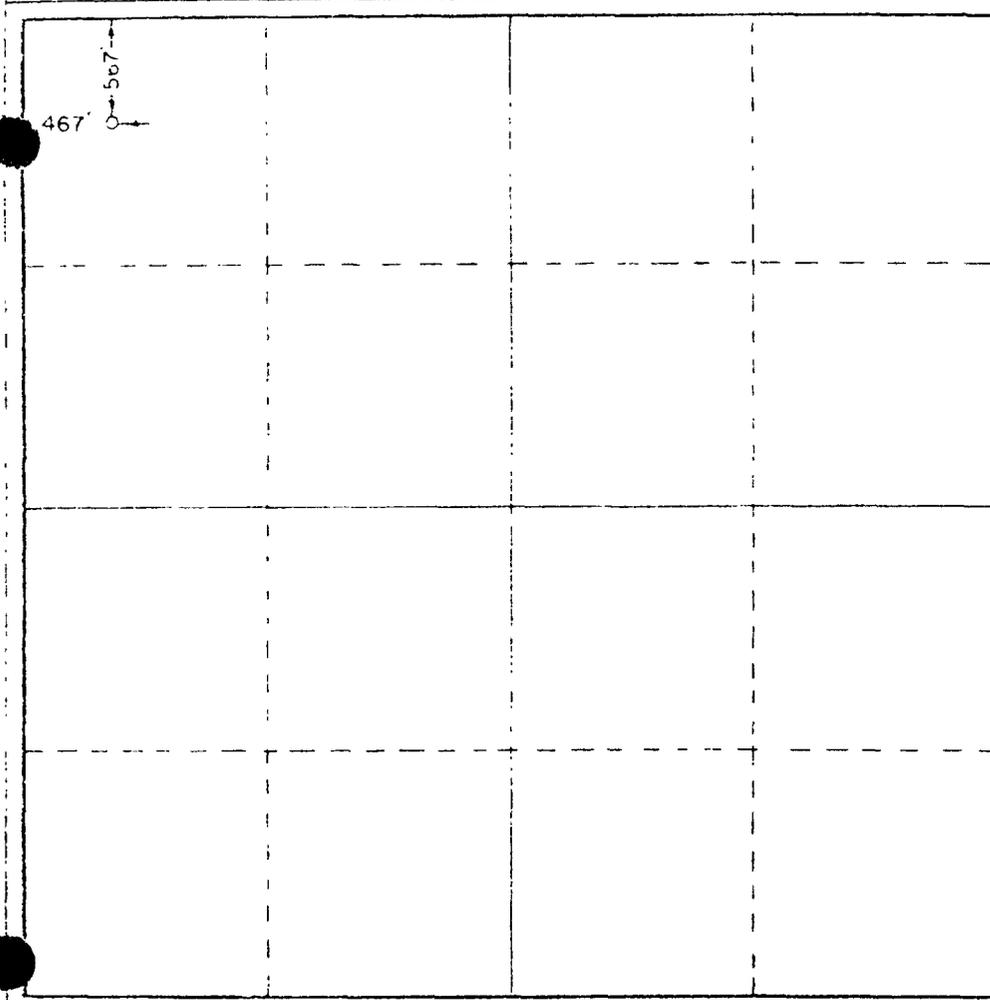
Texas Pacific Oil Company		Lease Elliot XX B-12		Well No. 2
District D	Section 12	Township 22 South	Range 37 East	County Lea
Location of Well 567 feet from the North line and		467 feet from the West line		
Producing Formations 3350	Producing Formations Drinkard & Granite Wash		Pool Drinkard-Wantz	Dedicated Acreage 40 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty)
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes 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 interests, has been approved by the Commission.



CERTIFICATION

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

B. J. Knight

Name
B. J. Knight

Position
Drilling Coordinator

Company
Texas Pacific Oil Co., Inc.

Date
July 29, 1975

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
July 24, 1975

Registered Professional Engineer
m.d. of Surveyors
876

John W. West

Certification
NEW MEXICO