

Order Number

OAC
HDB-0325

API Number

30-025-24565

Operator

John H Hendrix Corp

County

Lea / P

Order Date

6/19/09

Well Name

Cossatot K

Number

001

Location

01

UL

7

Sec

225

T (+Dir)

38e

R (+Dir)

Pool 1

06660

Blinebry D+G <Oil>

Oil %

25%

Gas %

25%

Pool 2

60240

Tubb D+G <Oil>

25%

25%

Pool 3

7900

Branson Drinkard Abo South

25%

25%

Pool 4

62730

Wantz Granite Wash

25%

25%

Comments

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H Hendrix Corp

PROPERTY NAME: Cossatot H

WNULSTR: #1-D, Lot.1, 7-225-38e

SECTION I:		ALLOWABLE AMOUNT	
POOL NO. 1	<u>Blinberry D&G <O:1></u> (06660) (260240)	<u>107</u>	<u>428</u> MCF 4000
POOL NO. 2	<u>Tubb D&G <O:1></u> (7900)	<u>142</u>	<u>284</u> MCF 2000
POOL NO. 3	<u>Brunson Drinkard-Abasouth</u> (262730)	<u>142</u>	<u>852</u> MCF 6000
POOL NO. 4	<u>Wenta Granite Wash</u>	<u>187</u>	<u>374</u> MCF 2000
POOL TOTALS		<u>578</u>	<u>1738</u>

SECTION II:			Gas
POOL NO. 1	<u>Blinberry D&G <O:1></u>	<u>25%</u>	<u>25%</u>
POOL NO. 2	<u>Tubb D&G <O:1></u>	<u>25%</u>	<u>25%</u>
POOL NO. 3	<u>Brunson Drinkard-Abas</u>	<u>25%</u>	<u>25%</u>
POOL NO. 4	<u>Wenta Granite Wash</u>	<u>25% x 578 = 144.5</u> (145)	<u>25%</u>

	OIL	GAS
SECTION III:	<u>187 ÷ 25% = 748</u>	
SECTION IV:	<u>748 x 25% = 187</u>	

Submit 3 Copies To Appropriate District Office
 District I
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 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 June 19, 2008

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

WELL API NO. 30-025-24565 ✓
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 Cossatot K ✓
8. Well Number 1 ✓
9. OGRID Number 012024 ✓
10. Pool name or Wildcat Wantz Granite Wash
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3341' GL

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 : 990 feet from the North line and 330 feet from the West line
 Section 7 Township 22S Range 38E NMPM Lea County ✓

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"/>	
DOWNHOLE COMMINGLE <input checked="" type="checkbox"/>			
OTHER: <input 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.

THIS IS A REQUEST TO DHC BLINEBRY OIL & GAS, TUBB OIL & GAS, BRUNSON DRINKARD ABO, SOUTH, AND THE WANTZ GRANITE WASH IN THE SUBJECT WELL. SEE SUPPORTING DATA ON ATTACHED SHEET.

RECEIVED
 JUN 12 2009
 HOBBSOCD

DHC-40B-0325

Spud Date: Rig Release Date:

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

SIGNATURE Carolyn Doran Haynes TITLE Engineer DATE 6/10/09

Type or print name Carolyn Doran Haynes E-mail address: cdoranhaynes@jhhc.org PHONE: 432-684-6631
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE JUN 19 2009
 Conditions of Approval (if any):

COSSATOT K #1

**Unit Letter D – 990’ FNL & 330’ FWL
Sec 7, T22S, R38E, Lea County, NM
API # 30-025-24565**

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, South (7900), and Wantz Granite Wash (62730).
3. Wantz Granite Wash Perfs – 7392-7585’
Brunson Drinkard Abo, South Perfs – 6384-6640’ and 6762-7290’
Tubb Oil & Gas Perfs – 6115-6345’
Blinebry Oil & Gas Perfs – 5556-5760’
4. All zones are intermediate crude and commingling will not reduce the value of the production.
5. Ownership between pools is identical.
6. Current or Anticipated production:

Blinebry Oil & Gas	3 BOPD	7 MCFPD
Tubb Oil & Gas	3 BOPD	7 MCFPD
Brunson Drinkard Abo, South	3 BOPD	7 MCFPD
Wantz Granite Wash	3 BOPD	7 MCFPD
Total	12 BOPD	28 MCFPD

7. The proposed allocation to be as follows

	<u>Oil %</u>	<u>Gas%</u>
Blinebry Oil & Gas	25%	25%
Tubb Oil & Gas	25%	25%
Brunson Drinkard Abo, South	25%	25%
Wantz Granite Wash	25%	25%
Total	100%	100%

If further tests show a significant change in percentages, it will be requested.

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State of New Mexico
Energy, Minerals & Natural Resources Department
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

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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-24565		² Pool Code 7900		³ Pool Name Brunson Drinkard Abo, South	
⁴ Property Code 005158		⁵ Property Name Cossatot K			⁶ Well Number 1
⁷ OGRID No. 012024		⁸ Operator Name John H. Hendrix Corporation			⁹ Elevation 3341' GL

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	7	22S	38E		990	North	330	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

¹² Dedicated Acres 80	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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>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.</i></p> <p><i>Ronnie H. Westbrook</i> 3-17-09</p> <p>Signature _____ Date _____</p> <p>Ronnie H. Westbrook Printed Name</p>
				<p>¹⁸ SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyor _____</p>
				<p>Certificate Number _____</p>

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WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-24565		² Pool Code 6660		³ Pool Name Blinebry Oil and Gas	
⁴ Property Code 005158		⁵ Property Name Cossatot K			⁶ Well Number I
⁷ OGRID No. 012024		⁸ Operator Name John H. Hendrix Corporation			⁹ Elevation 3341' GL

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<p>990'</p> <p>330'</p>					
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	<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>				

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WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-24565		² Pool Code 60240		³ Pool Name Tubb Oil and Gas	
⁴ Property Code 005158		⁵ Property Name Cossatot K			⁶ Well Number 1
⁷ OGRID No. 012024		⁸ Operator Name John H. Hendrix Corporation			⁹ Elevation 3341' GL

¹⁰ Surface Location

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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-24565		² Pool Code 62730		³ Pool Name Wantz Granite Wash	
⁴ Property Code 005158		⁵ Property Name Cossatot K			⁶ Well Number 1
⁷ OGRID No. 012024		⁸ Operator Name John H. Hendrix Corporation			⁹ Elevation 3341' GL

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	<i>Carolyn Doran Haynes</i> Signature		6-17-09 Date
¹⁸ SURVEYOR CERTIFICATION			
<i>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</i>			
Date of Survey			
Signature and Seal of Professional Surveyor			
Certificate Number			