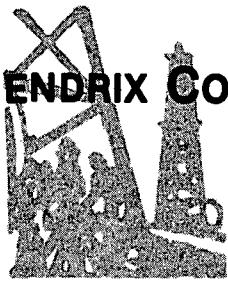


JOHN H. HENDRIX CORPORATION



OIL CONSERVATION DIVISION
RECEIVED

'93 JUN 28 AM 9 45

(915) 684-6631

223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

June 22, 1993

New Mexico Oil Conversation Division
Mr. Michael E. Stogner
P. O. Box 2088
Santa Fe, New Mexico 87504

RE: Application for a 40 acres
non-standard gas proration
unit and a non-standard
gas well location;
Hinton Well No. 11,
SE/4 NW/4 of Section 12,
T22S - R37E, NMPM, Tubb
Oil & Gas Pool, Lea
County, NM

Dear Mr. Stogner:

There is no reason a 120 acre non-stand proration unit consisting of the E/2 NW/4 and SW/4 NW/4 of Section 12 could not be formed. The acreage is part Federal and part Fee, and unitization would take some time to accomplish. We have farmed in part of the Tubb rights in this 40 acre tract, however, and have very little time to accomplish the work. If the Tubb production capability warrants it, we can pursue enlarging the proration unit in the future.

We, along with the Trust U/D Donaldson Brown, are the leasehold owners of the SW/4 NW/4 and NE/4 NW/4. The Trust is also a partner in the Hinton No. 11.

Enclosed is a plat showing offset operators. Based upon an interpretation of the Offset Notification rule to mean "the offset operators to a standard proration unit", it appears we did not notify enough operators. Those letters are being mailed today.

N.M.O.C.D.

-2-

June 22, 1993

Thank you for your assistance. Please contact me if you have any questions.

Sincerely,



Daniel L. Veirs

DLV/ah

Attachment

OFFSET OPERATORS TO
JOHN H. HENDRIX CORPORATION
HINTON NO. 11

ARCO Oil & Gas Company
P. O. Box 1610
Midland, TX 79702

Attention: Proration Department

Zachary Oil Operating Company
307 West 7th St., Suite 1212
Ft. Worth, TX 76102-5178

Marathon Oil Company
P. O. Box 552
Midland, TX 79702

Mobil Exploration &
Producing U.S., Inc.
P. O. Box 633
Midland, TX 79702

Chevron USA Prod. Company
P. O. Box 1150
Midland, TX 79702

Exxon Corporation
P. O. Box 1600
Midland, TX 79702-1600

American Exploration Company
1331 Lamar Street, Suite 900
Houston, TX 77010-3088



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
RECEIVED OIL CONSERVATION DIVISION
'93 JUN 28 AM 11 05 HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

b-23-93

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL _____
NSP X _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

John H Hendrix Corp Hinton # 11-F 12-22-32
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

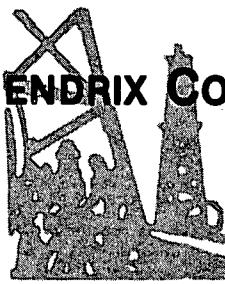
Yours very truly,

Jerry Sexton
Supervisor, District 1

/ed

JOHN H. HENDRIX CORPORATION

OIL CONSERVATION DIVISION
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'93 JUN 1 AM 9 42

(915) 684-6631

223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

May 25, 1993

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

RE: Application for a 40 Acre Non-
Standard Gas Proration Unit and
Non-Standard Location
Hinton No. 11, Unit F,
2310 FNL & 2310 FWL Section 12,
T22S - R37E, Lea County, New Mexico
Tubb Gas Pool

Gentlemen:

John H. Hendrix Corporation respectfully requests administrative approval for a non-standard 40 acre gas proration unit consisting of the SE/4 of NW/4 Section 12, T22S - R37E, Lea County, New Mexico. This request is for a Tubb gas well for our Hinton No. 11 well located in Unit F. A lease plat is attached showing the location of this well.

John H. Hendrix Corporation also requests administrative approval for a non-standard location for the Hinton No. 11. The Hinton No. 6 drilled in 1945 to the Paddock Pool presently is located at the standard location of 1980' FNL and 1980' FWL. The Hinton No. 11 was drilled to the Wantz Granite Wash in 1972, and is of sufficient depth to test the Tubb.

Approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. The proposed proration unit consists of a single contiguous lot and lies wholly within a single governmental section. The length or width of the proration unit will not exceed 5280 feet. The well will not be located inside 330' from any lease or quarter-quarter section line.

N.M.O.C.D.

-2-

May 25, 1993

By copy of this letter, we are notifying the offset operators of this proposed non-standard proration unit and location. By copy of this letter, we are notifying the offset operators of this proposed non-standard proration unit and location. If these operators have no objections, we ask that they execute the attached waiver and return one copy to the N.M.O.C.D. and another to me at the letterhead address.

Yours very truly,



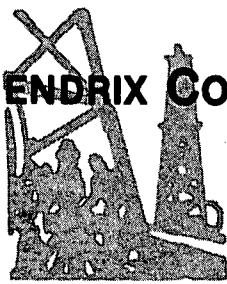
Ronnie H. Westbrook
Vice-President

RHW/ah

Enclosures

cc: N.M.O.C.D. - Hobbs
Offset Operators - Certified

JOHN H. HENDRIX CORPORATION



(915) 684-6631
223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

May 25, 1993

OFFSET OPERATORS
Hinton No. 11
(Mailing List Attached)

RE: Non-Standard Location and Non-
Standard Proration Unit Request
Hinton No. 11, Unit F,
Section 12, T22S, R37E,
Lea County, New Mexico

Gentlemen:

John H. Hendrix Corporation has requested administrative approval for a non-standard location and non-standard proration unit for its Hinton No. 11 in the Tubb Gas Pool. A copy of this application is attached.

If you have no objection to the above referenced non-standard location and proration unit, please sign and return one copy of the waiver to the N.M.O.C.D. Office in Santa Fe and one copy to me. Thank you for your consideration in this matter. If you have any questions, please call.

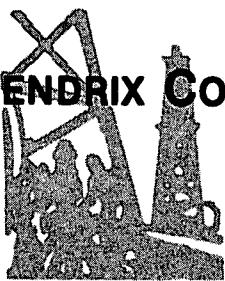
Yours very truly,

Ronnie H. Westbrook
Vice-President

RHW/ah

Enclosures

JOHN H. HENDRIX CORPORATION



(915) 684-6631
223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

May 25, 1993

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Mr. David R. Catanach

RE: Non-Standard Proration
Unit and Non-Standard
Location Request
Hinton No. 11,
Unit F - SE/4 NW/4
Section 12, T22S, R37E,
Lea County, New Mexico
Tubb Gas Pool

Dear Mr. Catanach:

As an offset operator, the undersigned has no objection to the John H. Hendrix Corporation application for a non-standard location and non-standard proration unit for the Hinton No. 11 in the Tubb Gas Pool.

Approved By: _____

Representing: _____

Title: _____

Date: _____

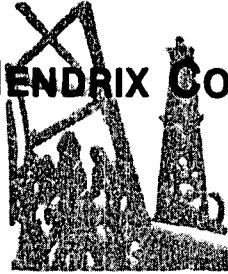
OFFSET OPERATORS TO
JOHN H. HENDRIX CORPORATION'S
Hinton No. 11

ARCO Oil & Gas Company
P. O. Box 1610
Midland, TX 79702

Attention: Proration Department

Zachary Oil Operating Company
307 West 7th St., Suite 1212
Ft. Worth, TX 76102-5178

JOHN H. HENDRIX CORPORATION



OIL CONSERVATION DIVISION
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(915) 684-6631

223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

May 25, 1993

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Mr. David R. Catanach

RE: Non-Standard Proration
Unit and Non-Standard
Location Request
Hinton No. 11,
Unit F - SE/4 NW/4
Section 12, T22S, R37E,
Lea County, New Mexico
Tubb Gas Pool

Dear Mr. Catanach:

As an offset operator, the undersigned has no objection to the John H. Hendrix Corporation application for a non-standard location and non-standard proration unit for the Hinton No. 11 in the Tubb Gas Pool.

Approved By: Zachary

Representing: ZACHARY OIL OPERATING CO.

Title: President

Date: 5/28/93



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
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OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

'93 JUN 1 AM 9 59

BRUCE KING
GOVERNOR

5-28-93

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL X _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

John H. Hendrix Corp. Hinton # 11-F 12-22-37
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
Supervisor, District 1

/ed