

PNRM 0617851242

C-103 Received 6-20-2006
DHC No. Assigned 6-27-2006

Order Number	API Number	Operator	County			
HOB-0150	30-025-12167	John H. Hendrix Corp.	Lea			
Order Date	Well Name	Number	Location			
	A.M. Drinkard	001	I UL	30 Sec	22S T (+Dir)	38E R (+Dir)
		Oil %	Gas %			
Pool 1	06660	Blinebry Oil & Gas (Oil)	40%	25%		
Pool 2	07990	Brunson Drinkard Abo, South	60%	75%		
Pool 3						
Pool 4						
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____						

Posted to
RBD md
6-27-2006

DOWNHOLE COMMINGLE CALCULATIONS:

30-025-12169
HOB-0150

OPERATOR: John H. Hendrix Corp.

PROPERTY NAME: A. M. Drinkard

WNULSTR: 1-I, 30-22-38

06660

SECTION I:
POOL NO. 1 Blinebry Oil + Gas ALLOWABLE AMOUNT
107 428 MCF 4000

07900

POOL NO. 2 Brunson Drinkard Abo, South 142 852 MCF 6000

POOL NO. 3 _____ MCF

POOL NO. 4 _____ MCF

POOL TOTALS 249 1280

SECTION II:
POOL NO. 1 Blinebry Oil + Gas (Oil) Oil Gas
40% 25%

POOL NO. 2 Brunson Drinkard Abo, South 60% x 249 = 149.40 75%

POOL NO. 3 _____

POOL NO. 4 _____

OIL

GAS

SECTION III:
107 ÷ 60% = 178.33 (179)

SECTION IV:
179 x 40% = 71.60 (72)

179 x 60% = 107.40 (107)

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
 Rio Brazos Rd, Aztec, NM 87410
 District IV
 1220 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.	30-025-12167
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	A. M. Drinkard
8. Well Number	1
9. OGRID Number	012024
10. Pool name or Wildcat	Blinebry -Brunson-Dr. Abo South

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 I : 2054¹⁹⁸⁰ feet from the South line and 658.8 feet from the East line
 Section 30 Township 22S Range 38E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3381' GR

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:

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

SUBSEQUENT REPORT OF:

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

OTHER:DHC OTHER:

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 Brunson Drinkard Abo South and Blinebry Gas in the subject well. See supporting data on attached sheet.

DHC Order No. HOB-0150



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 06/14/2006

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

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE JUN 27 2006

Conditions of Approval (if any): _____

A. M. DRINKARD NO. 1

API NO. 30-025-12167

1. Division Order Number that established pre-approved pool – Order No. R-11363.
2. Pools to be commingled – Brunson – Drinkard Abo South (7900) and Blinebry Oil & Gas (6660).
3. Blinebry Perfs. – 5488 – 5765'
Brunson – Drinkard Abo South – 6260 – 6533'
4. All zones are intermediate crude and commingling will not reduce 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 Drinkard and current Blinebry producing rate.

Brunson-Drinkard Abo. South	3 BOPD	90 MCFPD
Blinebry Oil & Gas	<u>2 BOPD</u>	<u>30 MCFPD</u>
Total	5 BOPD	120 MCFPD

	<u>Oil %</u>	<u>Gas %</u>
Brunson-Drinkard Abo, South	60	75
Blinebry Oil & Gas	40	25

Submit to Appropriate District Office
 State Lease - 4 copies
 Private 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

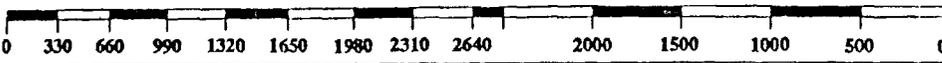
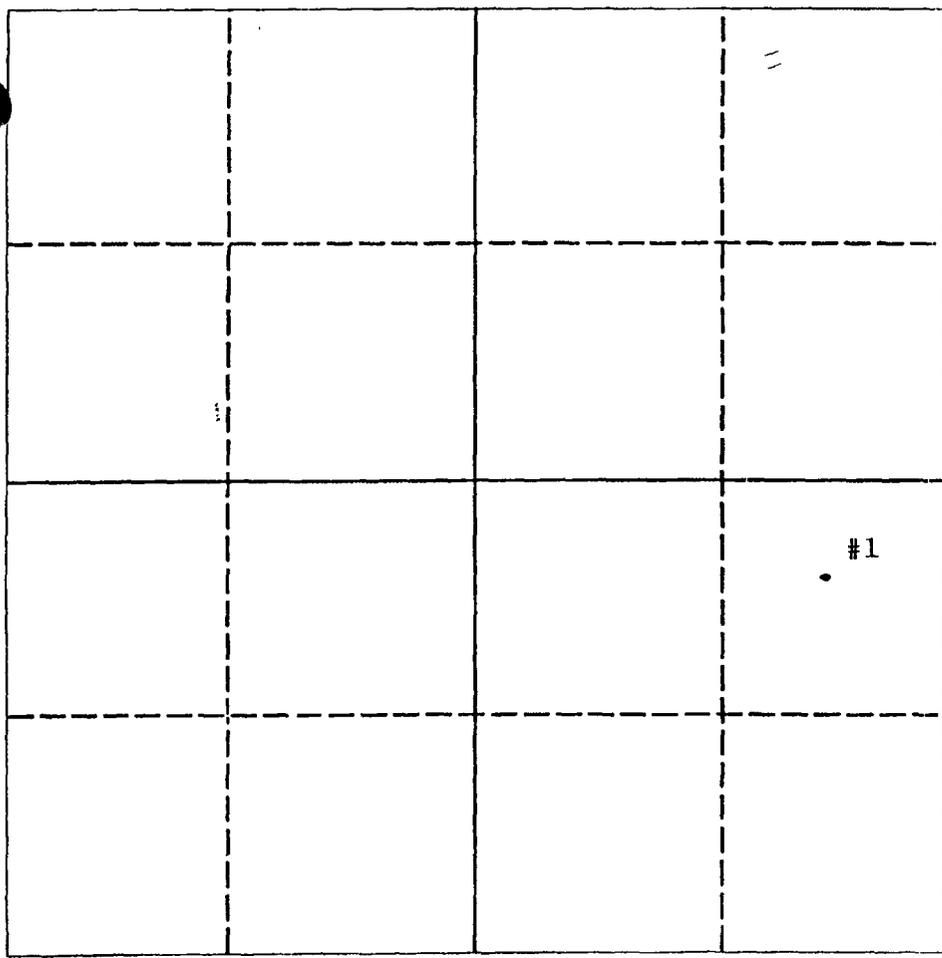
All Distances must be from the outer boundaries of the section

Operator John H. Hendrix Corporation			Lease A. M. Drinkard		Well No. 1
Unit Letter I	Section 30	Township 22-S	Range 38-E	County NMPM Lea	

Actual Footage Location of Well:
2054 feet from the **South** line and **658.8** feet from the **East** line

Ground level Elev. 3381' GL	Producing Formation Blinebry	Pool Blinebry	Dedicated Acreage: 40 Acres
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- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 Corp.**
 Date: **June 23, 1989**

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.: _____

District I
1625 N. French Dr., Hobbs, NM 88240
District II
501 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 30-025-12167		'Pool Code 7900		'Pool Name Brunson, Drinkard, Abo, South	
'Property Code 001564		'Property Name A.M. Drinkard			'Well Number 1
'OGRID No. 012024		'Operator Name John H. Hendrix Corporation			'Elevation 3,381' 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
I	30	22S	37E		2054	South	658.8	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
40									

'Dedicated Acres	'Joint or Infill	'Consolidation Code	'Order No.

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</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 H. Westbrook</i> Signature 6-29-06 Date</p> <p>Ronnie H. Westbrook Printed Name</p>