

PNRM0701134592

C-103 Received 9-13-2006

DHC No. Assigned 1-11-2007

Order Number	API Number	Operator	County
H0B-0180	30-025-23041	John H. Hendrix Corp.	Lea
Order Date	Well Name	Number	Location
	J.R. Cone B	004	N 26 215 37E UL Sec T (+Dir) R (+Dir)
Pool 1	Oil %	Gas %	
06660	71%	34%	BLlinebry Oil+Gas (Oil)
Pool 2	Oil %	Gas %	
62700	29%	66%	Want 2 Abo
Pool 3	Oil %	Gas %	
Pool 4	Oil %	Gas %	
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____			

Posted to
R&D md
1-11-2007

30-025-23041
HOB-0180

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H. Hendrix Corp

PROPERTY NAME: J. R. Cone B

WNULSTR: 4-N, 26-21-37

	SECTION I:		ALLOWABLE AMOUNT	
06660	POOL NO. 1	<u>Blinebry Oil & Gas (Oil)</u>	<u>107</u>	<u>428</u> MCF <u>4000</u>
62700	POOL NO. 2	<u>Wantz Abo</u>	<u>187</u>	<u>1122</u> MCF <u>6000</u>
	POOL NO. 3	_____	_____	_____ MCF
	POOL NO. 4	_____	_____	_____ MCF
		POOL TOTALS	<u>294</u>	<u>1550</u>

	SECTION II:		Oil	Gas
	POOL NO. 1	<u>Blinebry Oil & Gas (Oil)</u>	<u>71%</u>	<u>34%</u>
	POOL NO. 2	<u>Wantz Abo</u>	<u>29%</u>	<u>66%</u>
	POOL NO. 3	_____		
	POOL NO. 4	_____		

OIL GAS

SECTION III:
 $107 \div 71\% = 150.704 (151)$

SECTION IV:

<u>$151 \times 71\% = 107.21 (107)$</u>	_____
<u>$151 \times 29\% = 43.79 (44)$</u>	_____
_____	_____
_____	_____

Submit 3 Copies To Appropriate District
Office
District I
1025 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

Form C-103
May 27, 2004

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

WELL API NO.	30-025-23041
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 Cone, J. R. "B"	
8. Well Number	4
9. OGRID Number	012024
10. Pool name or Wildcat Blinebry Oil & Gas & Wantz Abo	

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
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 <u>N</u> : <u>660</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>26</u> Township <u>21S</u> Range <u>37E</u> NMPM County <u>Lea</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
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 ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

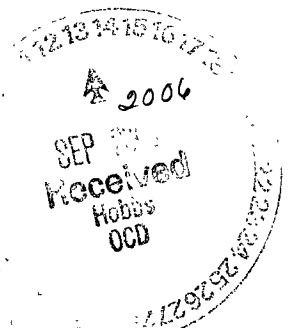
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

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 BLINEBRY OIL & GAS AND WANTZ ABO IN THE SUBJECT WELL. SEE SUPPORTING DATA ON ATTACHED SHEET.

DHC Order No. HOB-0180



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 09/12/2006

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

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE JAN 11 2007

Conditions of Approval (if any): _____

J. R. CONE "B" NO. 4

Unit N, Sec. 26, T21S – R37E, Lea County, New Mexico

1. Division Order that established pre-approved pools. Order No. R-11363.
2. Pools to be commingled – Blinebry Oil & Gas (06660) & Wantz Abo (62700)
3. Blinebry Perfs. – 5511 – 5829'
Wantz Abo Perfs. – 6657 – 7283'
4. Both zones are intermediate crude and commingling will not reduce the value of the production.
5. Ownership between pools is identical.
6. Current production:

Blinebry Oil & Gas	5 BOPD	30 MCFPD
Wantz Abo	<u>2 BOPD</u>	<u>60 MCFPD</u>
	7 BOPD	90 MCFPD

The proposed allocation to be as follows:

	<u>Oil %</u>	<u>Gas</u>
Blinebry Oil & Gas	29% 71%	34%
Wantz Abo	71% 29%	66%
	71%	

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 30-025-23041		Pool Code -77- 06660		Pool Name Blinebry Oil & Gas	
Property Code 005142		Property Name Cone, J. R. "B"			Well Number 4
OGRID No. 012024		Operator Name John H. Hendrix Corporation			Elevation 3383' gl

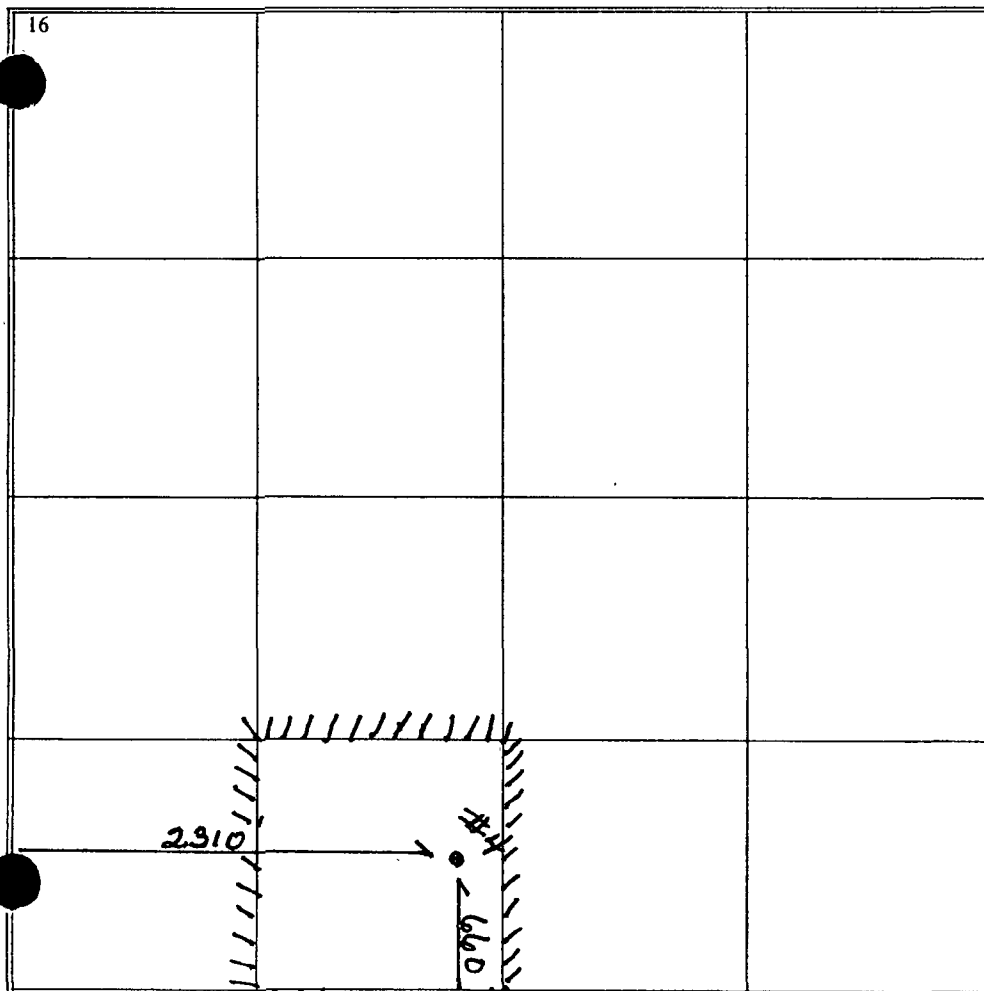
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	26	21S	37E		660	South	2310	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.			

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.

<div>16</div> 	<div>17 OPERATOR CERTIFICATION</div> <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>Daniel L. Veirs</i> 06/22/2006 Signature Date</p> <p>Daniel L. Veirs Printed Name</p>
	<div>18 SURVEYOR CERTIFICATION</div> <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>
	Date of Survey Signature and Seal of Professional Surveyor:
	Certificate Number

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

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

All distances must be from the outer boundaries of the Section

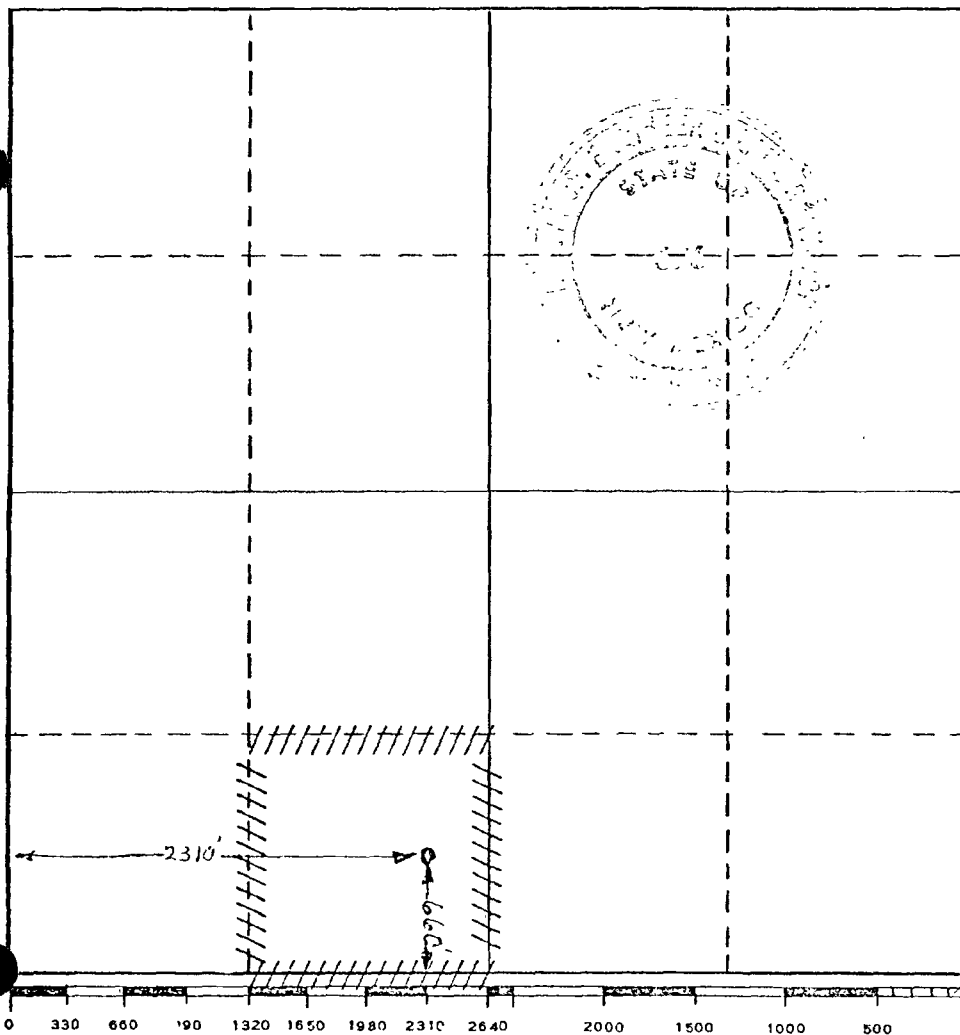
Operator Sinclair Oil Corporation			Lease J.R. Cone "B"		Well No. 4
Unit Letter N	Section 26	Township 21-S	Range 37-E	County Lea	
Actual Footage Location of Well: 660 feet from the South line and 2310 feet from the West line					
Ground Level Elev. .	Producing Formation Abo		Pool Wantz Abo	62700	Dedicated 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 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.

Name
[Signature]
Position
Area Production Superintendent
Company
Sinclair Oil Corporation
Date
February 25, 1969

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
2-25-1969
Registered Professional Engineer and/or Land Surveyor
[Signature]
Certificate No.
676