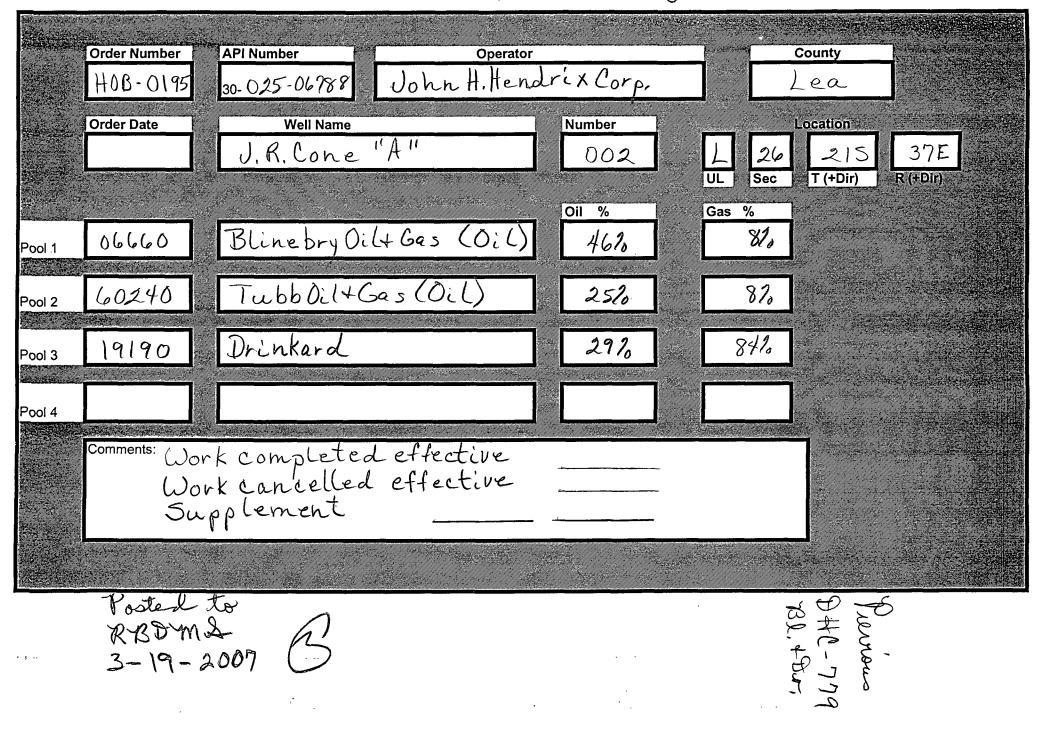


→ C+103 Received 3-6-2007 → PHC No, Assigned 3-19-2007 ●



30-025-06788 **DOWNHOLE COMMINGLE CALCULATIONS:** HOB-0195 OPERATOR: John H. Hendrix Corp. PROPERTY NAME: J.R. Cone "A" WNULSTR: 2-L, 26-21-37 06660 POOL NO. 1 Blinebry Oil+ Gas (Oil) ALLOWABLE AMOUNT 107 428 MCF 4000 60240 POOL NO. 2 Tubb Oil + Gas (Oil) 284 MCF2000 142 19190 POOL NO.3_Drinkard 852 MCF 6000 142 POOL NO. 4 POOL TOTALS 39/ 1564 Oil Gas SECTION II: POOL NO. 1 Blinebry Oil+ Gas (Oil) 4678 X391=179.86 8% POOL NO. 2 Tubb Oil+Gas (Oil) 820 25% 849, POOL NO. 3 Drinkard 29% POOL NO. 4 GAS OIL **SECTION III:** n = 232.608107 + 4/0%

ne 7

| Submit 3 Copies To Appropriate District Office District I | State of New Me Energy, Minerals and Natu | | Form C-103 May 27, 2004 |
|--|--|-----------------------|--|
| 1625 N. French Dr., Hobbs, NM 88240 District II | OIL CONSERVATION | DIVISION | WELL API NO. 30-025-06788 |
| 1301 W. Grand Ave., Artesia, NM 88210 District III | 1220 South St. Fran | | 5. Indicate Type of Lease STATE FEE X |
| 1000 Rio Brazos Rd., Aztec, NM 87410 Dent IV N. St. Francis Dr., Santa Fe, NM 87505 | Santa Fe, NM 87 | 505 | 6. State Oil & Gas Lease No. |
| SUNDRY NOTIO (DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC | | JG BACK TO A | 7. Lease Name or Unit Agreement Name Cone, J. R. "A" |
| PROPOSALS.) 1. Type of Well: Oil Well X | Gas Well 🗌 Other | | 8. Well Number 2 |
| 2. Name of Operator | rix Corporation | | 9. OGRID Number 012024 |
| 3. Address of Operator P. O. Box Midland, | 3040 FX 79702-3040 | | Pool name or Wildcat BlbryO&G, TubbO&G & Drinkard |
| 4. Well Location | | | |
| Unit Letter L : | 1980 feet from the South | line and660 | feet from the West line |
| Section 26 | Township 21S Ra | nge 37E | NMPM CountyLea |
| | 11. Elevation (Show whether DR, 3385' GR | RKB, RT, GR, etc.) | |
| Pit or Below-grade Tank Application 🔲 or | · Closure 🔲 | | |
| Pit typeDepth to Groundwa | terDistance from nearest fresh w | ater well Dista | ance from nearest surface water |
| Pit Liner Thickness: mil | Below-Grade Tank: Volume | bbls; Co | nstruction Material |
| 12. Check A | ppropriate Box to Indicate N | ature of Notice, 1 | Report or Other Data |
| NOTICE OF IN | TENTION TO: | SUBS | SEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | |
| TEMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRI | LLING OPNS. 🗌 P AND A 🗌 |
| PULL OR ALTER CASING | | CASING/CEMENT | ЈОВ 🗌 |
| R:Request DHC | X | OTHER: | · 🗆 |
| 13. Describe proposed or compl | | ertinent details, and | l give pertinent dates, including estimated date |

3. 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 and Drinkard in the subject well. See supporting data on attached sheet.

| х - | · | 345678970 | Steceived Robis Proceived |
|---------------|----------|-----------|---------------------------------|
| DHC Order No. | HOB-0195 | 480 | £ 67 87 LC 50 |

 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
 Image: 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
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 SIGNATURE
 Image: Complete to the best of my knowledge and belief. I further certify that any pit or below-to the complete to the best of my knowledge and belief.

 To prove the complete to the complete

| | 11 - | 1.0.1 | 00 | DISTRICT SUPERVISOR/ |
|--------------|---------|---------|----|----------------------|
| APPROVED BY: | Chris U | Selliam | | TITLE |

٠.

| DATMAR | 1 | 9 | 2007 |
|--------|---|---|------|
| DATE | - | | |

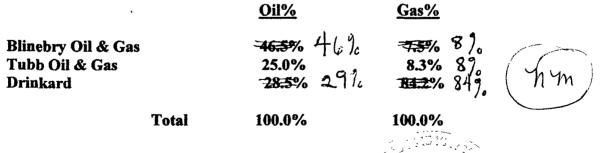
J. R. CONE "A" NO. 2

UNIT I, 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 (6660), Tubb Oil & Gas (60240), and Drinkard (19190).
- 3. Blinebry Perfs. 5509 5680'
- 4. Tubb Perfs. 6083 6243' Drinkard Perfs. - 6361 - 6465'
- 5. All zones are intermediate crude and commingling will not reduce the value of the production.
- 6. Ownership between pools is identical.
- 7. Current production, production prior to TA or anticipated production.

| Blinebry Oil & Gas | 1.86 BOPD | 18 MCFPD |
|--------------------|------------------|-----------|
| Tubb Oil & Gas | 1.00 BOPD | 20 MCFPD |
| Drinkard | 1.14 BOPD | 202 MCFPD |
| Total | 4.00 BOPD | 240 MCFPD |

8. The proposed allocation to be as follows:





District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 00 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 CONSERVATIONDIVISION 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

| | | · W | ELL LO | CATIO | NAND ACR | EAGE DEDIC | ATIONPLA | Т | | | |
|-----------------------------------|------------|------------|--|---------|-----------------------|------------------|---------------|--------|-----------|-----|--------|
| 30-025-0678 | PI Number | | 'PoolCode 'PoolName 06660 Blinebry Oil & Gas | | | | | | | | |
| [•] Property C 005140 | ode | Cone, J. F | 'Property Name 'Well Number J. R. "A" 2 | | | | | | | | |
| 'OGRID N 012024 | lo. | John H. H | 'Operator Name 'Elevation H. Hendrix Corporation 3385' GR | | | | | | | | |
| | | | | | ¹⁰ Surface | Location | | - | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/W | est line | | County |
| L | 26 | 21S | 37E | | 1980 | South | 660 | West | | Lea | |
| | | | ¹¹ Bot | ttom Ho | le Location I | f Different From | n Surface | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/W | /est line | | County |
| | | | | ീ | | | | | | | |
| " Dedicated Acres | " Joint or | Infill "C | onsolidation C | ode "Or | ler No. | | | | | | |
| 40 | <u> </u> | | | | | | | | | | |

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.

| | | - | | ¹⁷ OPERATOR CERTIFICATION 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 kind including the proposed bottom hole boattion or has a right to drill thus well at this boation pursuant to a constract with an owner of such a mineral or working unterest, or to a voluntary pooling agreement or a compulsory pooling order hereighte entered by the division. Digital and the state of the state of the normal state of the state of the state of the normal state of the state of the state of the proposed bottom hole boattion or a compulsory pooling order hereighte entered by the division. Digital and the state of the state of the normal state of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the proposed boatter of the state of the state of the state of the proposed boatter of the state of the state of the state of the proposed boatter of the state of the state of the state of the proposed boatter of the state of the state of the state of the proposed the state of the state of the state of the state of the proposed the state of the state of the state of the state of the proposed the state of the state of the state of the proposed the state of the s |
|-------|--|---|---|---|
| 11111 | | | 6 | 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. Date ofSurvey Signature and Seal of Professional Surveyor: |

| District I | | | | State of New | | | For | m C-102 | |
|---|--------------|-----------|-------------|-----------------|------------------|---------------|---------------|------------------|-----------|
| 1625 N. French Dr., Hobbs, NM | 1 88240 | E | nergy. Min | erals & Natural | tment | Rev | vised October | 12, 2005 | |
| District II 1301 W. Grand Avenue, Artesi | a. NM 88210 | | | | IONDIVISIO | S | ubmit to App | ropriate Distrie | ct Office |
| District III | -, | | | 220 South St. | | . 1 | | State Lease - | 4 Copies |
| Rio Brazos Rd., Aztec, N | 4 87410 | | 12 | | | | | Fee Lease - | 3 Copies |
| arict IV | | | | Santa Fe, NI | M 87505 | | | | |
| 1220 S. St. Francis Dr., Santa F | re, NM 87505 | | | | | | | AMENDED F | REPORT |
| | W | ELL LO | DCATIO | N AND ACR | EAGEDEDIC | ATIONPLA | T | | |
| 'API Numbe | r | | ' Pool Code | 1 | | ' Pool Na | me | | |
| 30-025-06788 | | 602 | 240 | T | ubb Oil & Gas | | | | |
| ' Property Code | | | | Property ! | Name | | | ' Well Numbe | er |
| 005140 | Cone, J. R | . "A" | 2 | | | | | | |
| 'OGRID No. | | | | 'Operator | Name | | | ' Elevation | |
| 012024 | John H. H | endrix Co | orporation | | | | | | |
| ¹⁰ Surface Location | | | | | | | | | |
| UL or lot no. Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/We | st line | County |
| L 26 | 21S | 37E | | 1980 | South | 660 | West | Lea | |

| | | | ¹¹ Bot | tom Hole | e Location If | Different From | Surface | | |
|-------------------|------------|----------------|-------------------|-----------------|---------------|------------------|---------------|----------------|--------|
| UL or lot vo. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| | | | | | | | | | |
| " Dedicated Acres | " Joint of | r Infill 🛛 🖱 C | Consolidation Co | de "Orde | er No. | | | | |
| 40 | | | | | | | | | |

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 | ¹⁷ OPERATOR CERTIFICATION 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. |
| | Jan Line 06/22/2006 |
| | Signature Date |
| | |
| | Daniel L. Veirs |
| | Printed Name |
| | |
| | |
| | |
| | ¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat |
| # # 2 / | |
| 6602. | 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. |
| | |
| Anna Anna E | Date of Survey |
| | Signature and Seal of Professional Surveyor. |
| 9 | Signature and Sear of Professional Surveyor. |
| 80 | |
| | |
| | |
| | |
| | Certificate Number |
| | |

| District II 1301 W. Grand Av District III 900 Rio Brazos Ro District IV | azos Rd., Aztre, NM 87410 Santa Fe, NM 87505 | | | | | | Energy, Minerals & Natural Resources Depart OIL CONSERVATIONDIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 | | | | October 1 | t Office Copies Copies |
|---|---|-----------------------------|-----------------|------------|-------------|-----------------|---|---------------------------------------|------|---------------|-------------------|------------------------------|
| - | PI Numbe | | | ' Pool Co | | - | | ' Pool Na | | | |] |
| 30-025-067 | 88 | | 19 | 190 | | Dri | nkard | | | | | |
| Property C | Code | | · | | · ' Prop | · Property Name | | | | ' Well Number | | |
| 005140 | | Cone, J | . R. "A" | | | | | · · · | | 2 | | |
| 'OGRID M 012024 | No. | John H | Hendrix (| Corporatio | | rator Na * | me | * | | 3385' | ' Elevation GR | |
| L | | V | | · · · · · | 10 | aceL | ocation | · · · · · · · · · · · · · · · · · · · | | L | | |
| UL or lot no. | Section | Township | Rang | Lot Id | | | North/South line | Feet from the | Eas | t/West line | | County |
| L | 26 | 215 | 37E | | 1980 | | South | 660 | West | | Lea | |
| • | | • | ¹¹ B | ottom H | ole Locatio | on If | DifferentFror | n Surface | | | | |
| UL or lot no. | Section | Township | Rang | 1 | 1 | | North/South line | Feet from the | Eas | t/West line | | County |
| " Dedicated Acres 40 | " Joint o | r Infill [†] | * Consolidation | Code 5 | Drder 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.

¢

| ¹⁷ OPERATOR CERTIFICATION 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 kind 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 typ voluntary pooling agreement or a compulsory pooling order prevelyore entered by the division. 02/26/2007 Signature Date |
|---|
| Ronnie H. Westbrook Printed Name 18 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 belief. |
| Date of Survey Signature and Seal of Professional Surveyor: Ceruficate Number |

•#

x