

PNR M0830436553

C-103 Received 10-27-2008
DHC No. Assigned 10-30-2008

Order Number		API Number	Operator		County			
HOB-0274		30-025-10429	John H. Hendrix Corporation		Lea			
Order Date		Well Name		Number	Location			
		Boyd		003	A	23	225	37E
					UL	Sec	T (+Dir)	R (+Dir)
Pool				Oil %	Gas %			
Pool 1	06660	Blinebry Oil & Gas (Oil)		67%	75%			
Pool 2	60240	Tubb Oil & Gas (Oil)		33%	25%			
Pool 3								
Pool 4								
Comments:								

Posted to
RBDM &
10-30-2008

30-025-10429
HOB-0274

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H. Hendrix Corp,

PROPERTY NAME: Boyd

WNULSTR: 3-A, 23-22-37

06660
60240

		ALLOWABLE AMOUNT	
SECTION I:			
POOL NO. 1	<u>Blinebry Oil + Gas (Oil)</u>	<u>107</u>	<u>428</u> MCF 4000
POOL NO. 2	<u>Tubb Oil + Gas (Oil)</u>	<u>142</u>	<u>284</u> MCF 2000
POOL NO. 3	_____	_____	_____ MCF
POOL NO. 4	_____	_____	_____ MCF
	POOL TOTALS	<u>249</u>	<u>712</u>

		OIL	Gas
SECTION II:			
POOL NO. 1	<u>Blinebry Oil + Gas (Oil)</u>	$67\% \times 249 = 166.83$	75%
POOL NO. 2	<u>Tubb Oil + Gas (Oil)</u>	33%	25%
POOL NO. 3	_____		
POOL NO. 4	_____		

	<u>OIL</u>	<u>GAS</u>
SECTION III:		
	$107 \div 67\% = 159.702 (160)$	_____
SECTION IV:		
	$160 \times 67\% = 107.20 (107)$	_____
	$160 \times 33\% = 52.80 (53)$	_____
	_____	_____
	_____	_____

Submit 3 Copies of this form to:
Office of the State Engineer
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Grande Blvd., Roswell, NM 87741
District IV
220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OCT 27 2008

HOBBS (N.M.)

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

WELL API NO.	30-025-10429 ✓
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	Boyd ✓
8. Well Number	3 ✓
9. OGRID Number	012024 ✓
10. Pool name or Wildcat	Blinebry Oil & Gas & Tubb Oil & Gas

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 A : 660 feet from the North line and 660 feet from the East line
Section 23 Township 22S Range 37E NMPM County Lea ✓

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

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:		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"/>	
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 AND TUBB OIL & GAS IN THE SUBJECT WELL. SEE SUPPORTING DATA ON ATTACHED SHEET.

DHC Order No. HOB-0274

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 NMOC guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Ronnie H. Westbrook TITLE Vice President DATE 10/20/2008

Name or print name Ronnie H. Westbrook E-mail address:ronnie@jhhc.org Telephone No (432)684-6631

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE OCT 30 2008
Conditions of Approval (if any):

BOYD NO. 3

API No. 30-025-10429
Unit A – 660' FNL & 660' FEL
Sec. 32, T22S – R37E, Lea County, NM

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)
3. Blinebry Perfs. – 5340 – 5716'
Tubb Perfs. – 5901 – 6041''
4. All zones are intermediate crude and commingling will not reduce the value of the production.
5. Ownership between pools is identical.
6. Current production, production prior to TA or anticipated production:

Blinebry	2 BOPD	30 MCFPD
Tubb Oil & Gas	1 BOPD	10 MCFP
Total	3 BOPD	40 MCFPD

7. The proposed allocation to be as follows:

	<u>Oil %</u>	<u>Gas</u>
Blinebry Oil & Gas	67%	75%
Tubb Oil & Gas	33%	25%
Total	100%	100%

District I
1625 N. French Dr., Hobbs, NM 88240

District II
1301 W. Grand Avenue, Artesia, NM 88210

District III
000 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 30-025-24420		Pool Code 60240	Blindbry Oil & Gas	Pool Name
Property Code 5133	Property Name Boyd			Well Number 3
OCRID No. 012024	Operator Name John H. Hendrix Corporation			Elevation 3318'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
A	23	22S	37E		660	West	660	East	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

" Dedicated Acres 40	" Joint or Infill	" Consolidation Code	" 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.

16				<p>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 undivided 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> 06/23/2008 Signature Date</p> <p>Ronnie H. Westbrook Printed Name</p>
				<p>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.</p> <p>Date of Survey Signature and Seal of Professional Surveyor:</p>
				Certificate Number

RECEIVED

State of New Mexico

Form C-102

Energy, Minerals & Natural Resources Department

Revised October 12, 2005

OIL CONSERVATION DIVISION

June 23, 2008

Submit to Appropriate District Office

1220 South St. Francis Dr.

State Lease - 4 Copies

Santa Fe, NM 87505

Free Lease - 3 Copies

HOBBS OCD

AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

* API Number 30-025-24420		* Pool Code 60240	* Pool Name Tubb Oil & Gas
* Property Code 5133	* Property Name Boyd		* Well Number 3
* OGRID No. 012024	* Operator Name John H. Hendrix Corporation		* Elevation 3318'

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
A	23	22S	37E		660	West	660	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

* Dedicated Acres 40	* Joint or Infill	* Consolidation Code	* Order No.
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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>			