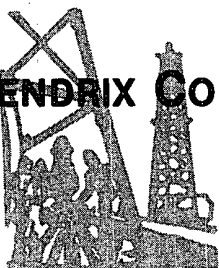


JOHN H. HENDRIX CORPORATION



MAILING ADDRESS
P.O. BOX 3040
MIDLAND, TX 79702-3040

(432) 684-6631
FAX (432) 684-7317
110 N. MARIENFELD, SUITE 400
MIDLAND, TEXAS 79701-4412

April 26, 2006

New Mexico Oil Conservation Division
1625 N. French Drive
Hobbs, NM 88241

Attention: Chris Williams



RE: Britt B-18 Lease
Lea County, NM
Form C-136

Dear Sirs:

Please find attached your Form C-136 to allow a central point of delivery and compression. Approval of this will allow the Britt B-18 No. 6 to resume producing and allow Britt B-18 No. 3 and No. 4 to continue producing.

Please call if you have any questions. Thank you for your consideration in this matter.

Yours very truly,

A handwritten signature in dark ink, appearing to read 'Ronnie H. Westbrook'.

Ronnie H. Westbrook

RHW/ah
Attachments

ATTACHMENTS TO FORM C-136

BRITT B-18 LEASE

RULE 403.B(2)

1. Attached as Exhibit 1 showing the lease as outlined in yellow and the wells to be tied into a central point of delivery circled in red. The lease is NW/4 NW/4 S/2 NW/4 & SE/4 Section 18, T20S, R37E, Lea County, New Mexico. All working interest and royalty interest are the same.

A. Wells to be metered separately.

None

B. Wells which will not be metered separately.

- | | | |
|----|------------------|----------------------|
| 1. | Britt B-18 No. 3 | API No. 30-025-06154 |
| 2. | Britt B-18 No. 4 | API No. 30-025-06155 |
| 3. | Britt B-18 No. 6 | API No. 30-025-06157 |



2. Allocating production will be based on quarterly well tests by shutting in a well and using the subtraction method or by installing a loop in the flow line and installing a vane type gas meter.
3. See attached 10 year curves for all wells. It should be noted that all wells are marginal. If this is not approved it will be necessary to P&A these wells. John H. Hendrix Corporation believes that these wells have economic potential with gas compression at a CPD.
4. The gas transporter connected to this CPD will be Duke Energy Field Services, LP.

Your favorable response will be appreciated.

Title: Dist. Supervisor

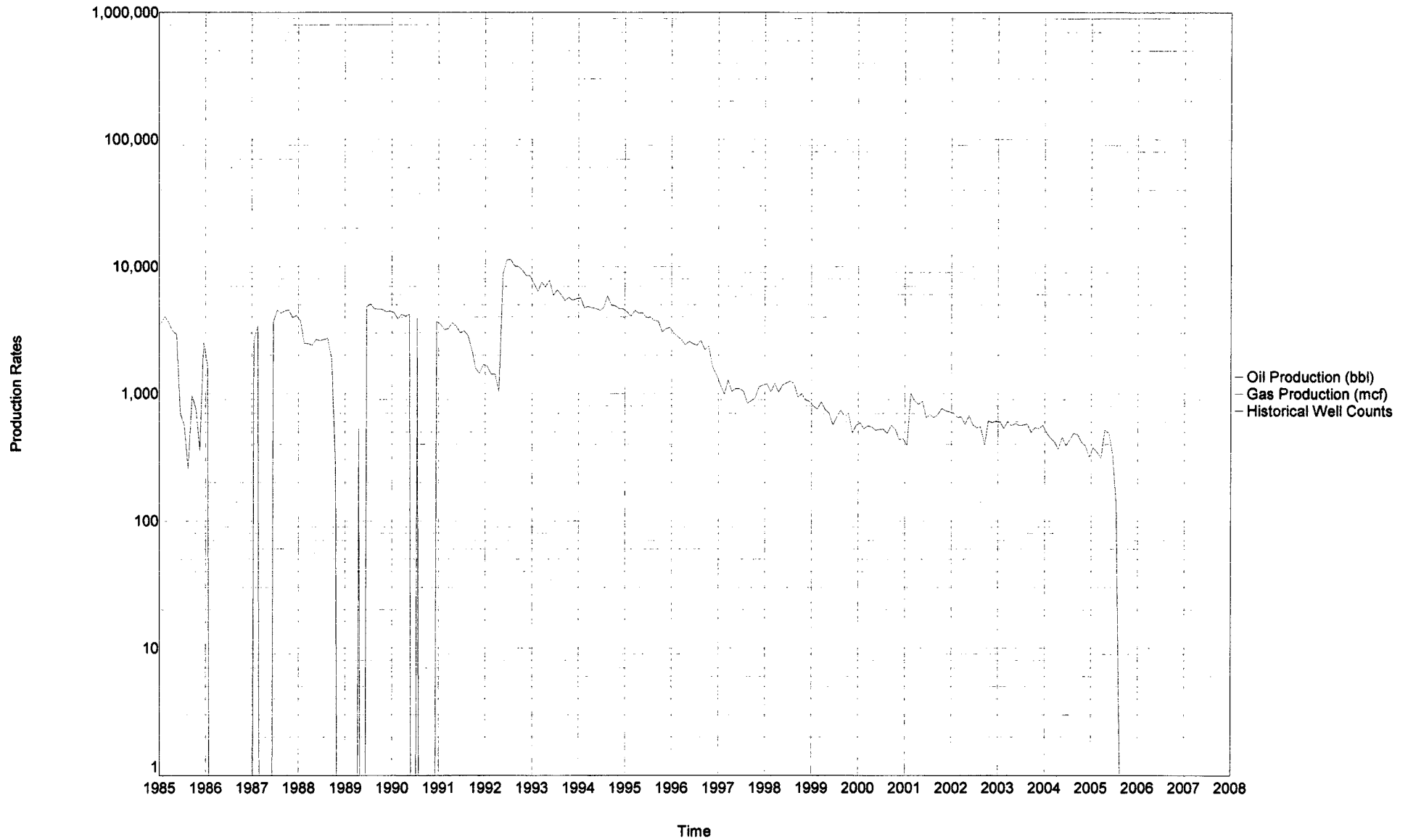
Lease Name: BRITT B 18
County, State: LEA, NM
Operator: HENDRIX JOHN H CORPORATION
Field: EUMONT
Reservoir: YATES-SEVEN RIVERS-Q
Location: 18 20S 37E

BRITT B 18 - EUMONT #3



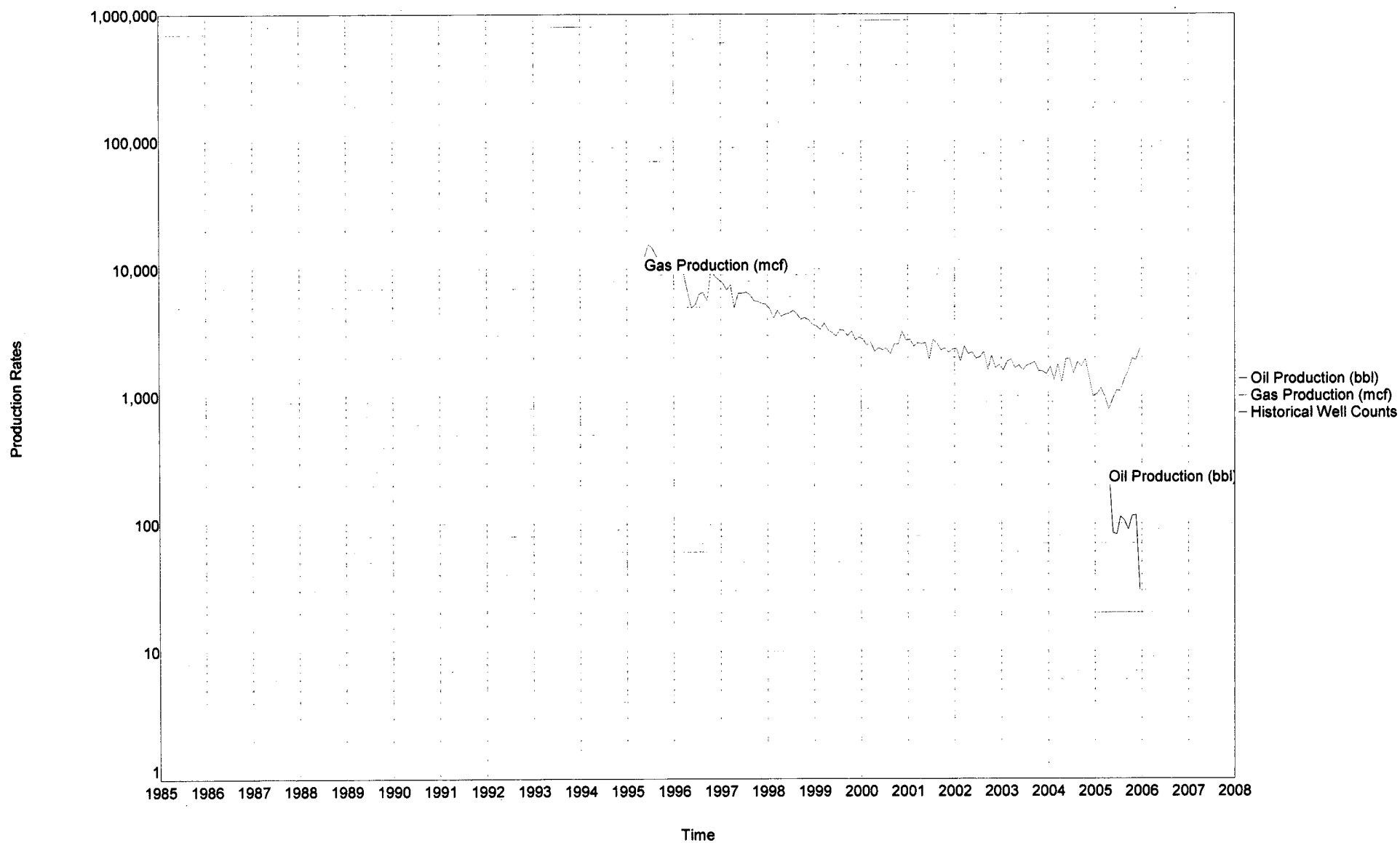
Lease Name: BRITT B 18
County, State: LEA, NM
Operator: HENDRIX JOHN H CORPORATION
Field: EUMONT
Reservoir: YATES-SEVEN RIVERS-Q
Location: 18 20S 37E

BRITT B 18 - EUMONT #6



Lease Name: BRITT B 18
County, State: LEA, NM
Operator: HENDRIX JOHN H CORPORATION
Field: EUMONT
Reservoir: YATES-SEVEN RIVERS-Q
Location: 18 20S 37E

BRITT B 18 - EUMONT ~~2~~ 4



BRITT B-18 LEASE

PLAT

EXHIBIT 1

