

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



John H. Hendrix Corp
Brunson C # 6
200802

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

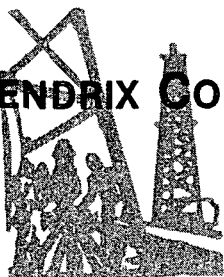
- [1] TYPE OF APPLICATION - Check Those Which Apply for [A]
[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☒ SD
- Check One Only for [B] or [C]
[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- [D] Other: Specify _____
- [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply
[A] ☐ Working, Royalty or Overriding Royalty Interest Owners
[B] ☒ Offset Operators, Leaseholders or Surface Owner
[C] ☐ Application is One Which Requires Published Legal Notice
[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
[F] ☐ Waivers are Attached
- [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Applicant Name	Signature	Title	Date
		e-mail Address	

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

September 12, 2007

Mr. Mark E. Fesmire, P.E.
State of New Mexico
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Administrative Application for 120-Acre
Non-standard Gas Proration Unit, and
Unorthodox Gas Well Location, For
Brunson C No. 6, and Simultaneous
Dedication of Blinebry Gas for Brunson C
Nos. 5, 6, and 7

Dear Mr. Fesmire:

John H. Hendrix Corporation (JHHC) respectfully requests administrative approval for a 120-acre non-standard Blinebry gas proration unit, and unorthodox gas well location for our Brunson C No. 6 (API No. 30-025-09988) located 2080' FSL & 560' FEL of Section 3, T22S, R37E, Lea County, New Mexico. Also, requested simultaneous dedication of Blinebry gas for Brunson C Wells No. 5, 6, and 7.

The Brunson C No. 6 was drilled by Cities Service Oil Company in August, 1949 to a total depth of 6550'. It was completed in the Drinkard from perfs. 6450 – 6550'. In 1955 it was recompleted in the Tubb with perfs. 5840 – 6160'. It was dually completed at that time with the Tubb and Drinkard. In 1996 Drinkard perfs. 6450 – 6550' and Tubb perfs. 5840 – 6160' were squeezed off and the well became a Tubb single producer with perfs. at 5939 – 6161'.

It is proposed to recomplete the Blinebry Gas to maximize Blinebry production from this lease. As such, the Brunson C No. 6 is 560' FEL and is non-standard for a gas well location. A Paddock well was drilled at a 1980' FSL & 660' FEL by Cities Service in 1947.

Brunson C No. 7 was originally completed in the Drinkard October 11, 1949 at a total depth of 6522' and dually completed with the Blinebry Gas on August 20, 1954. Originally the proration unit consisted of 160 acres, but was reduced to 120 acres under NSP-674 (March 23, 1964 copy attached). This was done in order to produce the Brunson C No. 4 as a Blinebry oil well.

September 12, 2007

In February 7, 1966 the Commission approved a 120-acre non-standard gas proration unit in the Blinebry Gas Pool to be dedicated to the Brunson C No. 7. This order also said that the Brunson C No. 5 would remain shut-in while this order is in effect. (Copy attached). It has not been determined why it was necessary to shut in Well No. 5.

The Oil Conservation Commission authorized JHHC to dedicate the 160-acre gas proration unit comprising the SE/4 of Section 3, T22S, R37E, Lea County, NM, as per attached letter dated October 6, 1976. This authorized producing the Brunson C No. 5 and Brunson C No. 7. At that time the Brunson C No. 4 (a Blinebry oil well) was shut-in. The Blinebry oil zone was squeezed off in March, 1998.

In order to reopen the Brunson C No. 4 as a Blinebry oil well it is necessary to have a 120-acre non-standard gas proration unit. In order to recomplete the Brunson C No. 6 in the Blinebry gas, a non-standard location and simultaneous dedication of acreage is required.

Current Blinebry gas wells on the current 160-acre proration unit are the Brunson C No. 5 (API 30-025-09987) and Brunson C No. 7 (API 30-025-09989).

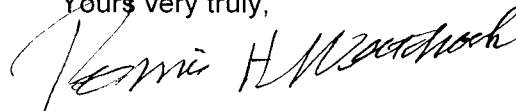
In summary, it is respectfully requested that this 120-acre non-standard proration unit, unorthodox gas well location for the Brunson C No. 6 and simultaneous dedication of Blinebry acreage for our Brunson C Nos. 5, 6 and 7 be approved.

To support this request the following information has been submitted for your review.

1. Previous Administrative orders and letter authorizing Blinebry gas production.
2. C-102 showing Brunson C Lease outlined in red, requested non-standard unit outlined in yellow and location of offset operators.
3. C-102 location of Brunson C Nos. 5, 6 and 7 to be simultaneous dedicated.
4. Copy of offset operators and addresses with copies of signed certified receipts returns.

Thank you for your consideration of this matter. If you have any questions, please call.

Yours very truly,



Ronnie H. Westbrook
Vice President

RHW/ah

Enclosures

DATE	3-30-64
DIST. Supt.	<i>[Signature]</i>
DIST. Eng.	<i>[Signature]</i>
DIST. Clerk	<i>[Signature]</i>
FILE	5-7

GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER

P. O. BOX ~~55X~~ 2088
SANTA FE

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

March 23, 1964

Cities Service Oil Company
Box 97
Hobbs, New Mexico

Attention: Mr. E. Y. Wilder

Administrative Order NSP-674

Gentlemen:

Reference is made to your application for approval of a 120-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the following acreage:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 3: S/2 SE/4 and NE/4 SE/4

It is understood that this unit is to be dedicated to your Brunson C Well No. 7, located 760 feet from the South line and 560 feet from the East line of said Section 3.

By authority granted me under the provisions of Order No. R-1670, as amended, governing the Blinebry Gas Pool, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with the pool rules, based upon the unit size of 120 acres.

This order shall be effective the date an oil well allowable was assigned to your Brunson C Well No. 4, located 1980 feet from the South line and 1980 feet from the East line of said Section 3.

Very truly yours,

[Signature of A. L. Porter, Jr.]
A. L. PORTER, Jr.
Secretary-Director

ALP/JMD/esr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department, OCC - Santa Fe

GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

RECEIVED
FEB 10 1966

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 2088
SANTA FE

February 7, 1966

Cities Service Oil Company
P. O. Box 69
Hobbs, New Mexico 88240

Attention: Mr. E. Y. Wilder

Administrative Order NSF-736

Gentlemen:

Reference is made to your application for approval of a 120-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the following acreage:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 3: S/2 SE/4 and NE/4 SE/4

It is understood that this unit is to be dedicated to your Brunson "C" Well No. 7 located 760 feet from the South line and 560 feet from the East line of said Section 3.

By authority granted me under the provisions of Order No. R-1670, as amended, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit.

Your Brunson "C" Well No. 5 located in Unit O of said Section 3 shall remain shut in while this Administrative Order is in effect.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/JMD/esr

cc: Oil Conservation Commission--Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department, OCC - Santa Fe



DIRECTOR
JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

October 6, 1976

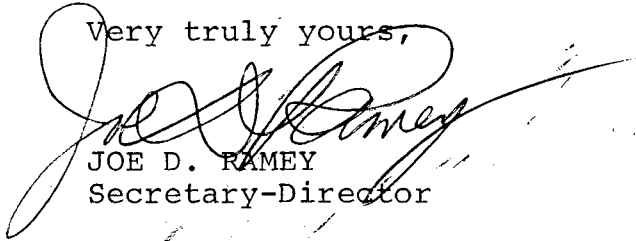
John H. Hendrix
525 Midland Tower
Midland, Texas 79701

Gentlemen:

You are hereby authorized to dedicate the 160-acre gas proration unit comprising the SE/4 of Section 3, Township 22 South, Range 37 East, Blinbry Oil and Gas Pool, Lea County, to your Brunson Well No. 5 located in Unit O of Section 3 and Brunson C Well No. 7 located in Unit P of Section 3 both in Township 22 South, Range 37 East, NMPM.

You are hereby permitted to produce the allowable from either well in any proportion.

Very truly yours,


JOE D. RAMEY
Secretary-Director

JDR/JEK/og

cc: Oil Conservation Commission
Hobbs, New Mexico

Gas Proration Department - OCC
Santa Fe, N. Mex.

*Added to
turn on 10/12/76*

**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form O-11-1
Supersedes O-17
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

Operator Cities Service Oil Co.			Lease Brunson C #7		Well No. 7
Unit Letter P	Section 3	Township 22S	Range 37E	County Lea	
Actual Footage Location of Well: <div style="display: flex; justify-content: space-between; align-items: center;"> 760 feet from the South line and 560 feet from the East line </div>					
Ground Level Elev. 3390'	Producing Formation Blinebry		Pool Blinebry (Gas)	Estimated Acreage 120 acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 communization, 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 communization, 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 *E. J. ...*

Position
District Superintendent

Company
Cities Service Oil Co.

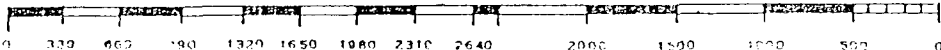
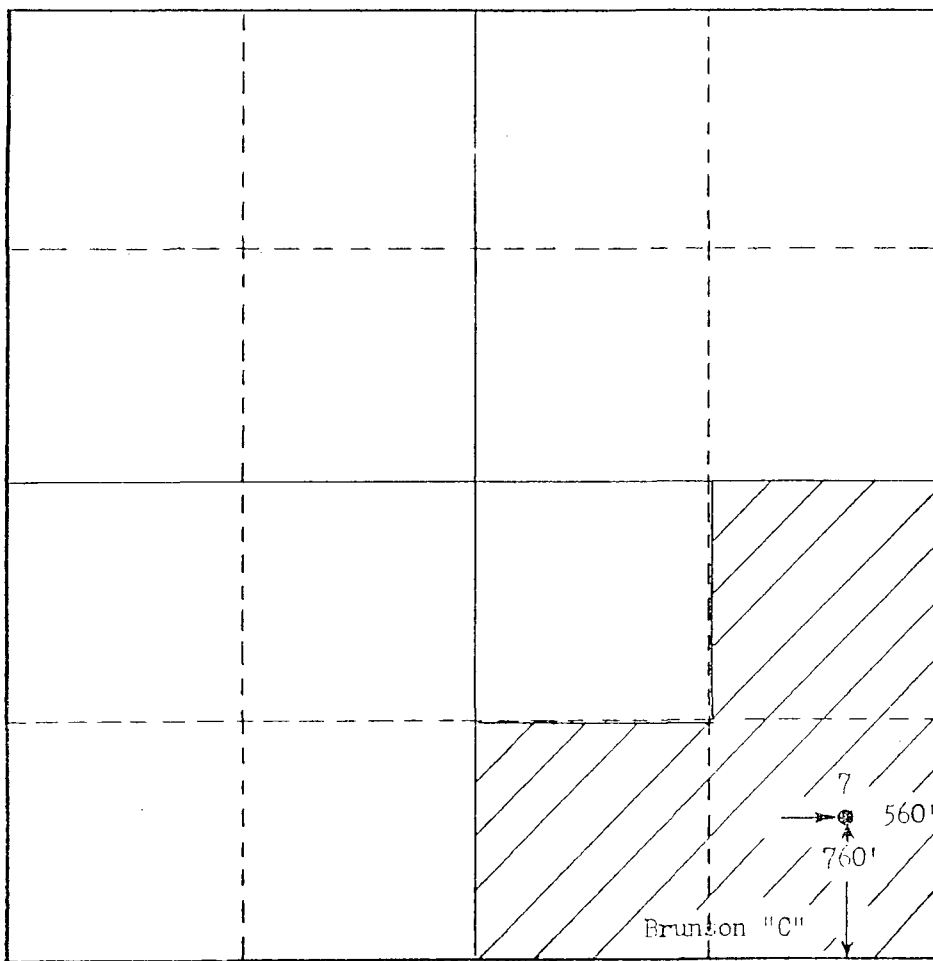
Date
1-5-66

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 _____

Registered Professional Engineer and/or Land Surveyor

Certificate No. _____



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 30-025-09988	Pool Code 72480	Pool Name Blinebry Oil & Gas
Property Code 005135	Property Name Brunson C	Well Number 6
OGRID No. 012024	Operator Name John H. Hendrix Corporation	Elevation 3389' DF

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	3	22S	37E		2080	South	560	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 120	" 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 BEC Sec. 3	Chevron Sec. 3	Chevron Sec. 3	Exxon Sec. 2	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. Signature _____ Date <u>07/17/2007</u> Printed Name <u>Ronnie H. Westbrook</u>
Oxy Sec. 3	John H. Hendrix Corp. Sec. 3		Exxon Sec. 2	
Oxy Sec. 3	Brunson C		Exxon Sec. 2	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: _____ Certificate Number _____
Chevron Sec. 10	Chevron Sec. 10	Chevron Sec. 10	Marathon Sec. 11	

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 30-025-09988	' Pool Code 72480	' Pool Name Blinebry Oil & Gas
' Property Code 005135	' Property Name Brunson C	' Well Number 6
' OGRID No. 012024	' Operator Name John H. Hendrix Corporation	' Elevation 3389' DF

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	3	22S	37E		2080	South	560	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

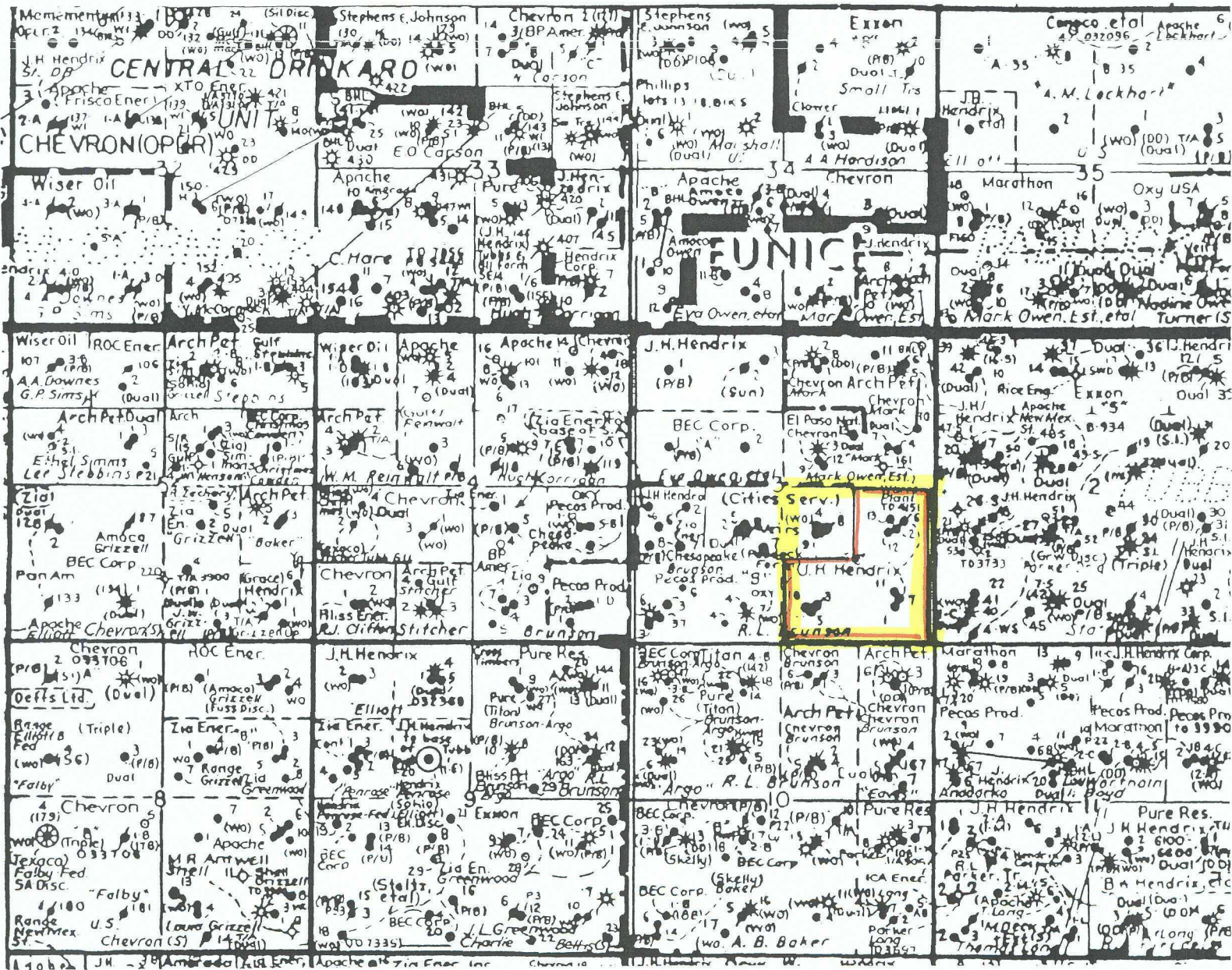
" Dedicated Acres 120	" Joint or Infill	" Consolidation Code	" Order No.
--------------------------	-------------------	----------------------	-------------

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				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. Signature _____ Date <u>07/17/2007</u> <u>Ronnie H. Westbrook</u> 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: _____ Certificate Number _____	

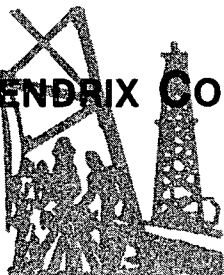
AREA MAP

BRUNSON C LEASE



Yellow Outlines the Lease
Red 120 Acre Proration Unit

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

September 12, 2007

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

OFFSET OPERATORS

RE: Notice of Administrative Application for 120-acre Non-standard Gas
Proration Unit and Unorthodox Gas Well Location for Brunson C
No. 6 and Simultaneous Dedication of Blinebry Gas for Brunson C
Wells Nos. 5, 6 and 7

Dear Sir or Madam:

Attached is a revised copy of an administrative application for NMOCD approval for a 120 acre non-standard gas proration unit, an unorthodox gas well location, and simultaneous dedication for the subject wells.

Any objections must be filed with the Oil Conservation Division within 20 days of the Division receiving this application.

If you have any questions please call me at (432) 218-0122 or (432) 684-6631. Thank you for your prompt attention in this matter.

Yours very truly,

A handwritten signature in black ink, appearing to read "Ronnie H. Westbrook". The signature is fluid and cursive, written over the typed name.

Ronnie H. Westbrook
Vice President

RHW/ah

Enclosures

OFFSET OPERATORS

**120 Acre Non-Standard Blinbry Gas Proration Unit
With Simultaneous Dedication – Sec. 3 – S/2 SE/4,
And NE/4 SE/4 T22S – R37E, Lea County, NM**

BEC Corporation
P. O. Box 1392
Midland, TX 79702

Chevron USA Inc.
15 Smith Road
Midland, TX 79705

Exxon Mobil Corporation
P. O. Box 4358
Houston, TX 77120

Marathon Oil Company
P. O. Box 3497
Houston, TX 77056

Oxy USA Inc.
P. O. Box 4294
Houston, TX 77210

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Marathon Die
Box 3497
Houston TX
77056

2. Article Number

(Transfer from service label)

7004 1160 0000 4925 1244

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

SEP 21 2007

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☒ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Oxy USA
Box 4294
Houston TX
77210

2. Article Number

(Transfer from service label)

7005 1160 0005 3883 2762

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

JAMES B. B. B.

C. Date of Delivery

SEP 24 2007

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☒ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

BEC Corporation
Box 1392
Midland TX
79702

2. Article Number

(Transfer from service label)

7005 1160 0005 3883 2533

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x *William C. M. C.*☐ Agent☐ Addressee

B. Received by (Printed Name)

W.C. M. C.

C. Date of Delivery

9/28/07

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Chevron USA
15 Smith Road
Midland TX
79705

2. Article Number

(Transfer from service label)

7005 1160 0005 3883 2540

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x *H. Hinososa*☐ Agent☐ Addressee

B. Received by (Printed Name)

H. Hinososa

C. Date of Delivery

9/19/07

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Exxon Mobil Corp.
P.O. Box 4358
Houston, TX
77120

2. Article Number

(Transfer from service label)

60 00 10 20 2004 1160 0005 3883 2540

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x

GEE

☐ Agent☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

SEP 26 2007

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

JOHN H. HENDRIX CORPORATION



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

(432) 684-6631
FAX (432) 684-7917
110 N. MARIENFELD, SUITE 400
MIDLAND, TEXAS 79701-4412

DATE: 1/9/08

TIME: _____

FAX COVER SHEET

PLEASE DELIVER THE FOLLOWING PAGE(S) TO:

NAME: David K. Brooks

COMPANY & LOCATION: O.C.D.

FAX NO.: 505-476-3462

FROM: Ron Westbrook

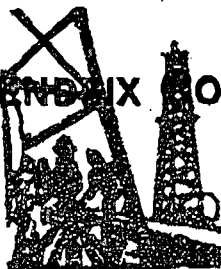
TOTAL NUMBER OF PAGES: _____ INCLUDING COVER SHEET

MESSAGE:

Brunson C. #6

IF YOU SHOULD HAVE PROBLEMS RECEIVING THIS FAX, PLEASE CALL
ME AT (432) 684-6631.

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

January 3, 2008

New Mexico Energy, Minerals and
Natural Resources Department
Oil Conservation Division
David K. Brooks
Legal Examiner
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Brunson C Well No. 6
API No. 30-025-09988
Unit 1, Section 3 - 22S - 37E
Lea County, New Mexico

Dear Mr. Brooks:

Reference is made to your letter attached dated December 31, 2007 concerning NSL, NSP, and SD for the subject well. In answer to your question concerning the working interest owners of the NW/4 SE/4 of Section 3, please be advised that the SE/4 of Section 3 is comprised of 160 acres with Hendrix being the operator and the working interest ownership in the NW/4 SE/4 is identical to ownership in the proposed 120-acre unit.

Thank you for your consideration of this matter. Hopefully this will allow you to process the NSP and SD application.

A hard copy of this letter will follow. If you have any questions please call me at 432-818-0122.

Yours very truly,

A handwritten signature in black ink, appearing to read "Ronnie H. Westbrook". The signature is fluid and cursive, with a large, sweeping flourish at the end.

Ronnie H. Westbrook
Vice President

RHW/ah
Attachments

1625 N. French Dr., Hobbs, NM 88240

Energy, Minerals & Natural Resources Department

Revised October 12, 2005

Distance II

1301 W. Grand Avenue, Arterio, NM 88210

OIL CONSERVATION DIVISION

Submit to Appropriate District Office

District III

1220 South St. Francis Dr.

State Lease - 4 Copies

District IV

Santa Fe, NM 87505

Fee Lease - 3 Copies

1220 E. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-09988		Pool Code 72480	Pool Name Blinebry Oil & Gas	
Property Code 005135	Property Name Brunson C		Well Number 6	
OGRID No. 012024	Operator Name John H. Hendrix Corporation		Elevation 3389' DF	

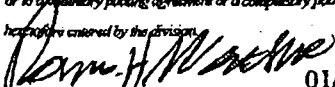
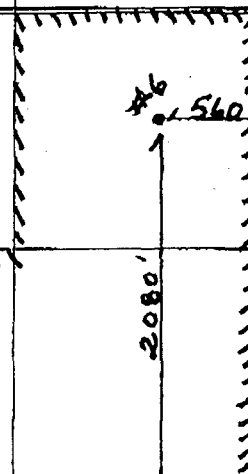
10 Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
I	3	22S	37E		2080	South	560	East	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Id.	Feet from the	North/South line	Feet from the	East/West line	Comments
"Dedicated Acres 120	"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			<div style="text-align: center;">17</div> <div style="text-align: center;">OPERATOR CERTIFICATION</div> <p style="font-size: small;">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 compulsory pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <div style="display: flex; justify-content: space-between;"> <div style="width: 80%;">  </div> <div style="width: 15%; text-align: center;"> 01/03/2008 Date </div> </div> <div style="border-top: 1px solid black; padding-top: 5px;"> Ronnie H. Westbrook Printed Name </div>
Proration Unit \\\\\\ Lease Outline —	W.I. is same for SE/4 of Sec. 3		
			<div style="text-align: center;">18</div> <div style="text-align: center;">SURVEYOR CERTIFICATION</div> <p style="font-size: small;">I hereby certify that the well location shown on this plan 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> <div style="border-top: 1px solid black; padding-top: 5px;"> Date of Survey Signature and Seal of Professional Surveyor: </div> <div style="border-top: 1px solid black; padding-top: 5px;"> Certificate Number </div>



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

December 31, 2007

John H. Hendrix Corporation
Attn: Ronnie H. Westbrook
P.O. Box 3040
Midland, TX 79702-3040
FAX No. 432-684-7317

Re: Brunson C Well No. 6
API No. 30-025-09988
Unit I, Section 3-22S-37E
Lea County

Dear Mr. Westbrook:

Reference is made to your administrative application dated September 12, 2007 for approval of a non-standard location (NSL) and non-standard proration unit (NSP) for this well and for simultaneous dedication (SD) of this well and two other gas wells to the proposed non-standard unit.

Since we had all the information necessary to approve the NSL, I have prepared Order NSL-5741 granting that application. Approval to produce this well from the Blinebry is, however, expressly conditioned upon separate approval of the NSP and SD requests.

These requests would require notice to working interest owners in the portion of the SE/4 of Section 3 that will be excluded from the proposed unit, i.e. the NW/4 SE/4 of Section 3, unless either (a) Hendrix owns 100% of the working interest in that tract, or (b) working interest ownership in that tract is identical to ownership in the proposed 120-acre unit.

Please specifically confirm that notice is unnecessary because condition (a) or (b) stated in the preceding sentence applies. Otherwise please provide proof of notice to all working interest owners in the excluded quarter-quarter section. Upon receipt of this information, we will promptly process your NSP and SD applications.

Should you have questions, please feel free to call the undersigned at (505)-476-3450.

Very truly yours,

David K. Brooks,
Legal Examiner

TRANSACTION REPORT

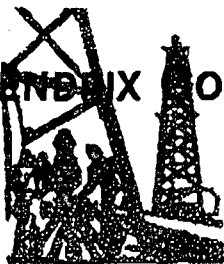
JAN-09-2008 WED 03:17 PM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
JAN-09	03:16 PM	14326847317	1'17"	5	RECEIVE	OK		

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

DATE: 1/9/08

TIME: _____

FAX COVER SHEET

PLEASE DELIVER THE FOLLOWING PAGE(S) TO:

NAME: David K. Brooks

COMPANY & LOCATION: O.C.O.

FAX NO.: 505-476-3462

FROM: Row Westbrook

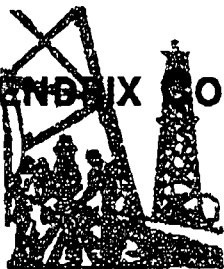
TOTAL NUMBER OF PAGES: 4 INCLUDING COVER SHEET

MESSAGE: _____

Hinton #11

IF YOU SHOULD HAVE PROBLEMS RECEIVING THIS FAX, PLEASE CALL
ME AT (432) 684-6631.

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

January 3, 2008

New Mexico Energy, Minerals and
Natural Resources Department
Oil Conservation Division
David K. Brooks
Legal Examiner
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Hinton Well No. 11
API No. 30-025-24229
Unit F, Section 12 - 22S - 37E
Lea County, New Mexico

Dear Mr. Brooks:

Reference is made to your letter dated December 31, 2007, (copy attached). Please be advised that the working interest ownership in tracts N/2 and SW/4 of NW/4 of Section 12 is identical to ownership in the proposed 40 acre unit SE/4 NW/4 of Section 12. I have also attached a C-102 showing this same information.

Thank you for your consideration of this matter. If you have any questions please call me at 432-818-0122. I hope this information will enable you to process the NSP application. A hard copy of this fax is to follow.

Yours very truly,

A handwritten signature in dark ink, appearing to read "Ronnie H. Westbrook". The signature is fluid and cursive, with the first name being the most prominent.

Ronnie H. Westbrook
Vice President

RHW/ah

Enclosures

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 30-025-24229		Pool Code 86440		Pool Name Tubb Gas	
Property Code 005187		Property Name Hinton			Well Number 11
OGRID No. 012024		Operator Name John H. Hendrix Corporation			Elevation 3343' GR

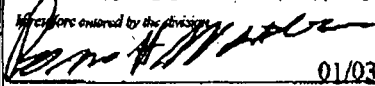
10 Surface Location

UL or lot no. F	Section 12	Township 22S	Range 37E	Lot Idn	Feet from the 2310	North/South line North	Feet from the 2310	East/West line West	County 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.

16 Hendrix Operated WI same as SE/4 NW/4		Hendrix Operated WI same as SE/4 NW/4		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 therefore entered by the division.  Signature Date 01/03/2008 Ronnie H. Westbrook Printed Name	
Hendrix Operated WI same as SE/4 NW/4		Hendrix Operated SE/4 NW/4			
				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: Certificate Number	



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

December 31, 2007

John H. Hendrix Corporation
Attn: Ronnie H. Westbrook
P.O. Box 3040
Midland, TX 79702-3040
FAX No. 432-684-7317

Re: **Hinton Well No. 11**
API No. 30-025-24229
Unit F, Section 12-22S-37E
Lea County

Dear Mr. Westbrook:

Reference is made to your administrative application dated August 16, 2007 (received October 15, 2007) for approval of a non-standard proration unit (NSP) for this well.

This request would require notice to working interest owners in the portions of the NW/4 of Section 16 that will be excluded from the proposed unit, i.e. the N/2 and SW/4 of the NW/4 of Section 16, unless either (a) Hendrix owns 100% of the working interest in those tracts, or (b) working interest ownership in those tracts is identical to ownership in the proposed 40-acre unit.

Please specifically confirm that notice is unnecessary because condition (a) or (b) stated in the preceding sentence applies. Otherwise please provide proof of notice to all working interest owners in the excluded portions of the quarter section. Upon receipt of this information, we will promptly process your NSP application.

Should you have questions, please feel free to call the undersigned at (505)-476-3450.

Very truly yours,

David K. Brooks,
Legal Examiner