

PNRM 0436534391

C-103 Received 12-13-07
DHC No. Assigned 12-30-2007

| Order Number | | API Number | Operator | | County | | | |
|---|-------|--------------------|--------------------|--------|----------|-----|----------|----------|
| HOB-0102 | | 30-025-36815 | Amerada Hess Corp. | | Lea | | | |
| Order Date | | Well Name | | Number | Location | | | |
| | | Fred Turner Jr. B | | 008 | 0 | 17 | 20S | 38E |
| | | | | | UL | Sec | T (+Dir) | R (+Dir) |
| | | | | Oil % | Gas % | | | |
| Pool 1 | 06660 | Blinebry Oil & Gas | | 22% | 67% | | | |
| Pool 2 | 63280 | Warren Tubb (Oil) | | 78% | 33% | | | |
| Pool 3 | | | | | | | | |
| Pool 4 | | | | | | | | |
| <div>Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____</div> | | | | | | | | |

12-30-2007
Posted to
XBDM2

B

DOWNHOLE COMMINGLE CALCULATIONS:

30-025-36815

HOB-0102

OPERATOR: Amerada Hess Corp.

PROPERTY NAME: Fred Turner Jr. B

WNULSTR: 8-0, 17-20-38

SECTION I:

ALLOWABLE AMOUNT

6660 POOL NO. 1 Blinebry Oil & Gas

107 428 MCF 4000

63280 POOL NO. 2 Warren Tubb (Oil)

142 284 MCF 2000

POOL NO. 3 _____

_____ MCF

POOL NO. 4 _____

_____ MCF

POOL TOTALS 249 712

SECTION II:

POOL NO. 1 Blinebry Oil & Gas

Oil Gas
22% 67%

POOL NO. 2 Warren Tubb (Oil)

78% $\times 249 = 194.22$ 33%

POOL NO. 3 _____

POOL NO. 4 _____

OIL

GAS

SECTION III:

$107 \div 78\% = 137.18 (138)$

SECTION IV:

$138 \times 22\% = 30.36 (30)$

$138 \times 78\% = 107.64 (108)$

District I

1625 N French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

000 Rio Brazos Rd., Aztec, NM 87410

District IV1220 S. St Francis Dr., Santa Fe, NM
87505

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Form C-102

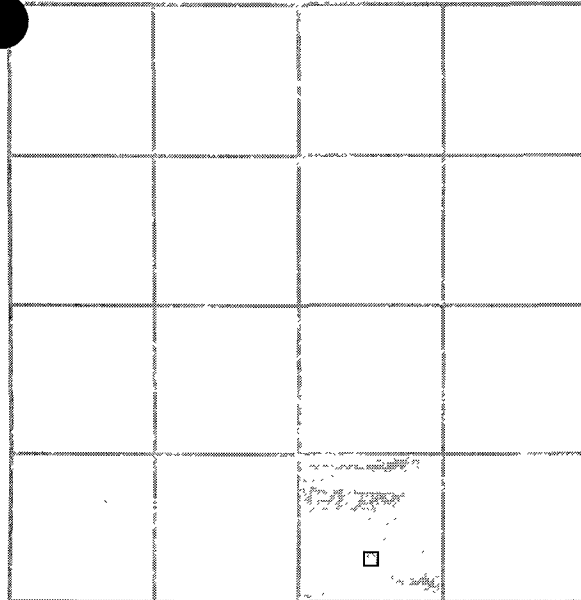
Permit 1322

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|---|-------------------|
| API Number 30-025-36815 | Pool Name BLINEBRY OIL AND GAS (OIL) | Pool Code 6660 |
| Property Code 25890 | Property Name FRED TURNER JR B | Well No. 008 |
| OGRID No. 495 | Operator Name AMERADA HESS CORP | Elevation 3553 |

Surface And Bottom Hole Location

| | | | | | | | | | |
|-----------------------|-----------------|--------------------|--------------|--------------|------------------|---------------|-------------------|---------------|---------------|
| UL or Lot O | Section 17 | Township 20S | Range 38E | Lot Idn O | Feet From 390 | N/S Line S | Feet From 1980 | E/W Line E | County Lea |
| Dedicated Acres 40 | Joint or Infill | Consolidation Code | Order No. | | | | | | |

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Carol Moore

Title: Senior Advisor, Regulatory

Date: 08/09/2004

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.

Surveyed By: Gary Jones

Date of Survey: 07/07/2004

Certificate Number: 7977

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State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Form C-102

Permit 1322

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|------------------------------------|--------------------|
| API Number 30-025-36815 | Pool Name WARREN;TUBB (OIL) | Pool Code 63280 |
| Property Code 25890 | Property Name FRED TURNER JR B | Well No. 008 |
| OGRID No. 495 | Operator Name AMERADA HESS CORP | Elevation 3553 |

Surface And Bottom Hole Location

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| | | | |
|--|--|--|--|
| | | | |
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| | | | |

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Surveyed By: Gary Jones

Date of Survey: 07/07/2004

Certificate Number 7977

Submit 3 Copies To Appropriate District
Office
District I
1625 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
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
March 4, 2004

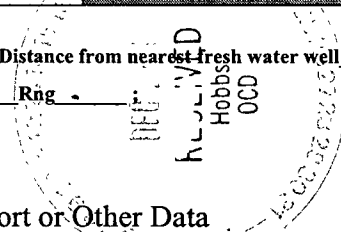
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

| |
|--|
| WELL API NO. 30-025-36815 |
| 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 Fred Turner Jr B |
| 8. Well Number 008 |
| 9. OGRID Number 000495 |
| 10. Pool name or Wildcat Skaggs; Drinkard (57000), Warren; Tubb (Oil 63280) Blinebry Oil and Gas (Oil 6660), Warren; Abo, West (62940) |

| | |
|---|--|
| 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 | |
| 2. Name of Operator Amerada Hess Corporation | 9. OGRID Number 000495 |
| 3. Address of Operator P.O. Box 840 Seminole, TX 79360 | 10. Pool name or Wildcat Skaggs; Drinkard (57000), Warren; Tubb (Oil 63280) Blinebry Oil and Gas (Oil 6660), Warren; Abo, West (62940) |
| 4. Well Location Unit Letter <u>O</u> : <u>390</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>17</u> Township <u>20S</u> Range <u>38E</u> NMPM County <u>Lea</u> | |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3553' GL | |

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL Sect Twp Rng Pit type Depth to Groundwater Distance from nearest fresh water well
Distance from nearest surface water Below-grade Tank Location UL Sect Twp Rng
 feet from the line and feet from the line



| | |
|---|---|
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data | |
| NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: Downhole commingle Blinebry Tubb <input checked="" type="checkbox"/> | SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <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. Please refer to Order R-11363
Plan to MIRU pulling unit. Remove wellhead, install BOP and TOH w/tbg. TIH and perf 5 1/2" casing in following intervals: Skaggs Drinkard (57000) f/6781'-6992', Warren; Tubb (63280) f/6515'-6664.4' and Blinebry Oil & Gas (6660) f/6328'-6332'. Set CIBP @ 6720' and produce well as downhole commingled from Tubb & lower portion of Blinebry, 6328'-6664'.
Working, royalty and overriding royalty interests are identical in all commingled zones.
Commingling will not reduce the value of production. Well is located on private land. Allocation based on well tests and fixed percents.
Attachment: reservoir data to support commingling percentages.

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 Carol J. Moore TITLE Senior Advisor/Regulatory DATE 12/8/2004
Type or print name Carol J. Moore E-mail address: cmoore@hess.com Telephone No. (432)758-6738

(This space for State use)
APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE DEC 30 2004
Conditions of approval, if any:

DHC Order No. HOB-0102

ALLOCATION OF PRODUCTION FOR TURNER B #8 WELL
(Allocation by zone for Tubb and Blinebry zones)

A. OIL PRODUCTION ALLOCATION DETERMINED FROM NET PAY OFF LOGS
(Net pay calculated using 5% porosity and 50% water saturation cutoff)

| ZONE | NET PAY (FT.) | NET PAY (%) |
|----------------------------|---------------|-------------|
| TUBB NET PAY COMPLETED | 38 | 78% |
| BLINEBRY NET PAY COMPLETED | 11 | 22% |
| TOTAL NET PAY COMPLETED | 49 | 100% |

B. GAS PRODUCTION ALLOCATION DETERMINED FROM OFFSET CUM GOR

| WARREN TUBB (87080 / 63280) | | | |
|------------------------------------|----------|------|-------------|
| WELL NAME | RESERVES | | |
| | MBO | MMCF | GOR |
| B.M. MARCUS #2 | 118 | 157 | 1331 |
| CONOCO BURGER B-20 #1 (SW OFFSET) | 60 | 66 | 1100 |
| CONOCO BURGER B-20 #2 (S OFFSET) | 255 | 242 | 949 |
| CONOCO BURGER B-20 #3 (SE OFFSET) | 14 | 57 | 4071 |
| TOTAL FOR ZONE | 447 | 522 | 1168 |
| AVERAGE | 112 | 131 | 1168 |
| AVERAGE GOR | | | 1631 |

| BLINEBRY OIL AND GAS (6660) | | | |
|------------------------------------|----------|------|-------------|
| WELL NAME | RESERVES | | |
| | MBO | MMCF | GOR |
| B.M. MARCUS #2 | 47 | 189 | 4021 |
| CONOCO BURGER B-20 #1 (SW OFFSET) | 43 | 108 | 2512 |
| CONOCO BURGER B-20 #2 (S OFFSET) | 98 | 233 | 2378 |
| CONOCO BURGER B-20 #3 (SE OFFSET) | 23 | 112 | 4870 |
| TOTAL FOR ZONE | 211 | 642 | 3043 |
| AVERAGE GOR | | | 3365 |

GAS ALLOCATION PERCENTAGES

| | | |
|------------------------------------|-----------|------------|
| WARREN TUBB (87080 / 63280) | 1631/4996 | 33% |
| BLINEBRY OIL AND GAS (6660) | 3365/4996 | 67% |

C. SUMMARY OF ALLOCATION PERCENTAGES BY ZONE

| ZONE | OIL | GAS |
|------------------------------------|------------|------------|
| WARREN TUBB (87080 / 63280) | 78% | 33% |
| BLINEBRY OIL AND GAS (6660) | 22% | 67% |

12-30-04
mym