District I 1625 N French Dr., Hobbs, NM 88240 District II 1301 W. Grand Ave., Artesia, NM 88210 PK 2 OIL CO. District III 1000 Rio Brazos Rd., Aztec, NM 87410BBSOCD District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	NSERVATION DIVISION 0 South St. Francis Dr. Santa Fe, NM 87505	Form C-103 June 19, 2008 WELL API NO. 30-025-22253 5. Indicate Type of Lease STATE FEE 6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPO (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OF DIFFERENT RESERVOIR. USE "APPLICATION FOR PERM PROPOSALS.) 1. Type of Well: Oil Well Gas Well C	R TO DEEPEN OR PLUG BACK TO A	7. Lease Name or Unit Agreement NameLee8. Well Number 2
Name of Operator John H. Hendrix Corporation	n	9. OGRID Number 012024
3. Address of Operator P. O. Box 3040, Midland, TX 79702-3040		10. Pool name or Wildcat DHC – HOB - 0347 Blinebry O&G, Tubb O&G, Drnkd Pool
Section 23 Tow 11. Elevation (m the South line and 6 nship 22S Range 37E Show whether DR, RKB, RT, GR, etc. 5' GL	60feet from theEastline NMPM Lea County
NOTICE OF INTENTION TO PERFORM REMEDIAL WORK PLUG AND AB TEMPORARILY ABANDON CHANGE PLAI PULL OR ALTER CASING MULTIPLE CO DOWNHOLE COMMINGLE OTHER: 13. Describe proposed or completed operations.	REMEDIAL WOR COMMENCE DR CASING/CEMEN DH OTHER: DHC BI (Clearly state all pertinent details, an	SSEQUENT REPORT OF: RK
3/13-15/10 MIRU. POOH. NUBOP. TFF. PO 3/16/10 Perf additional Blinebry 5796-5881 3/17-19/10 Swab back fluids until clean. Cut p 3/20/10 GIH w/ production equipment. Tes 3/28/10 Test: 15 oil, 9 water, 135 mcf Well is now DHC – HOB – 0347: BLINEBRY OIL &	' and Tubb 5890-6232'. Acidize w/ 2 araffin t well	2000 gal 15% HCl. 5.5 bpm @ 1700#. D DRINKARD POOL.
Spud Date:	Rig Release Date:	
I hereby certify that the information above is true and	complete to the best of my knowledg	e and belief.
SIGNATURE Carry Don tay	TITLE Engineer	DATE 4/16/10 .
Type or print name . Carolyn Doran Haynes For State Use Only	E-mail address:cdoranhaynes(@jhhc.org PHONE: 432-684-6631
APPROVED BY: Conditions of Approval (if any):	TITLETITLE	APR 2 2 2010 DATE
Hmende	ed to DHC - HDB	-0347A

APR 2 1 2010 HOBBSOCD

LEE #2

AMMEDED FROM ANTICIPATED TO CURRENT PRODUCTION

Unit Letter P – 660' FSL & 660' FEL Sec 23, T22S, R37E, Lea County, NM API # 30-025-22253

- 1. Division Order that established pre-approved pools: Order No. R-11363
- 2. Pools to be commingled - Blinebry Oil & Gas (6660) and Tubb Oil & Gas (60240) and Drinkard Pool (19190).
- 3. Drinkard Pool Perfs - 6255-6886' Tubb Oil & Gas Perfs – **5890'- 6232'** Blinebry Oil & Gas Perfs - 5444 - 5881'
- All zones are intermediate crude and commingling will not reduce the value of the 4. production.
- 5. Ownership between pools is identical.
- 6. Current production (amended from anticipated production):

Blinebry Oil & Gas		6 BOPD	54 MCFPD
Tubb Oil & Gas		6 BOPD	54 MCFPD
Drinkard Pool		3 BOPD	27 MCFPD
	Total	15 DADD	125 MCEDD

Total 15 BOPD **135 MCFPD**

7. The proposed allocation to be as follows

oposed anocation to be as 10110	ws	Oil %	Gas%	
Blinebry Oil & Gas		40%	40%	
Tubb Oil & Gas		40%	40%	
Drinkard Pool			20%	20%
	Total	100%	100%	

If further tests show a significant change in percentages, it will be requested.