

JOHN H. HENDRIX CORPORATION



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

(915) 684-6631
FAX (915) 684-7317
110 N. MARIENFELD, SUITE 400
MIDLAND, TEXAS 79701-4412

June 10, 1998

Administrative Application for Unorthodox
Gas Well Location and Simultaneous Dedication
Blinebry (Pro Gas) Pool
2130' FNL and 1980' FEL, Unit G
Section 15, T22S - R37E
Lea County, New Mexico

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87504

Attn: Mr. Michael E. Stogner

Gentlemen:

John H. Hendrix Corporation respectfully requests your approval of this administrative application for the subject unorthodox gas well location and simultaneous dedication.

John H. Hendrix Corporation has recompleted the Elliott B-15 No. 7 in the Blinebry (Pro Gas) Pool. It is our desire to simultaneously dedicate the existing 160-acre Blinebry Gas proration unit currently assigned to our Elliott B-15 No. 4 to include the Elliott B-15 No. 7. The 160-acre gas proration unit comprises of the NE/4 of Section 15, T22S - R37E, Lea County, New Mexico.

As a result, the Elliott B-15 No. 7 located 330' FSL and 660' FWL, Unit G, Section 15, T22S - R37, Lea County, New Mexico is unorthodox. A Penrose Skelly well was drilled at the normal location.

In order to prevent waste, John H. Hendrix Corporation respectfully requests your approval of this administrative application for an unorthodox gas well location and simultaneous dedication. Attached is a map showing offset operators and Form C-102 plat. A copy of this letter and attachments are being furnished by Certified Mail to offset operators as their notice of this application.

If you have any questions or require any further information concerning this application, please contact me at (915) 684-6631.

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 'Ronnie' being more prominent.

Ronnie H. Westbrook
Vice President



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New Mexico Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88240

Attention: Mr. Chris Williams

RE: Letter-in-Lieu of Form C-122
John H. Hendrix Corporation
Elliott B-15 No. 7
Unit G, Section 15, T22S - R37E
Lea County, New Mexico
Blinbry Gas Pool

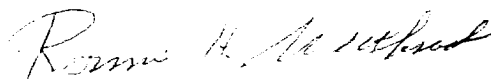
Gentlemen:

Due to the low bottom hole pressure and water production, it is necessary to pump our recently completed Elliott B-15 No. 7. The following test information is being submitted in lieu of Form C-122.

Test Date: 6/1/98
Method: Texaco - Sales Meter
SICP: 195
Flow Rate: 120 MCFPD + 10 BW

If you need additional data, please advise. Consideration of this matter is greatly appreciated.

Yours very truly,



Ronnie H. Westbrook
Vice President

RHW/ah

JOHN H. HENDRIX CORPORATION

ELLIOTT B-15 LEASE

WELL NO. 7

Unorthodox Location and
Simultaneous Dedication Application
Blinebry (Pro Gas) Pool
2130' FNL & 1980' FEL
Section 15, T22S - R37E
Lea County, New Mexico

