BOPCO, L.P.

201 MAIN ST.

FORT WORTH, TEXAS 76102-3131

817/390-8400

March 1, 2011

FEDERAL EXPRESS

Bureau of Land Management Carlsbad District Office 620 E. Green St. Carlsbad, New Mexico 88220 Attn: Mr. Wesley Ingram New Mexico State Land Office Commissioner of Public Lands 310 Old Santa Fe Trail Santa Fe, New Mexico 87501 Attention: Mr. Pete Martinez New Mexico Oil Conservation Division 1220 St. Francis Santa Fe, New Mexico 87505 Attention: Mr. William Jones

Re:

2011 Plan of Development

Big Eddy Unit

Eddy County, New Mexico

Gentlemen:

In accordance with Section 10 of the Big Eddy Unit Agreement dated April 10, 1952, BOPCO, L.P., Operator of the referenced unit, hereby submits a Plan of Development for the Big Eddy Unit for the year 2011.

HISTORY OF PAST DEVELOPMENT

We refer to our previous Plans of Development for a detailed description of the operations conducted in this Unit in prior years.

2010 ACTIVITY

No Big Eddy Unit Wells will be drilled in 2010.

2010 PLUGGED AND ABANDONED

Big Eddy Unit Well No. 10 (Wellbore), Eddy County, New Mexico - Section 7, T22S, R29E, plugged and abandoned April, 2010.

PARTICIPATING AREAS

Bass Enterprises Production Co. has submitted all wells drilled to date where adequate information is available for commercial determination and participating areas. In the event you have not received commercial determinations for the wells that have been drilled and completed and are currently producing, please advise at your earliest convenience and we will submit same to you.

FUTURE DEVELOPMENT

No Big Eddy Unit Wells will be drilled in 2011.

Plan of Development – BEU - 2011 March 1, 2011 Page 2

OFFSET OBLIGATIONS

Appropriate and adequate measures will be taken to prevent drainage of unitized substances from lands within the Big Eddy Unit area, or pursuant to applicable regulations.

MODIFICATIONS

In accordance with the terms and provisions of the Big Eddy Unit Agreement, this Plan of Development may be modified from time to time as a result of changing conditions.

EFFECTIVE DATE

This Plan of Development became effective January 1, 2011

If this Plan of Development meets with your approval, please so indicate by signing in the appropriate space provided below and return one (1) signed original to the undersigned for our records.

WRS:ca

ACCEPTED AND AGREED this 4Th day of March, 2011.

BUREAU OF LAND MANAGEMENT

By:

COMMISSIONER OF PUBLIC LANDS

By:

NEW MEXICO OIL CONSERVATION DIVISION

By:

MArch

NEW MEXICO OIL CONSERVATION DIVISION

By:

MArch

NEW MEXICO OIL CONSERVATION DIVISION