

BASS ENTERPRISES PRODUCTION CO.

201 MAIN ST.
FORT WORTH, TEXAS 76102-3131
817/390-8400

March 3, 2004

MAIL / FAX TRANSMITTAL (505) 748-9720

Mr. Tim Gum
New Mexico Oil Conservation Division
1301 W. Grand Avenue
Artesia, New Mexico 88210

30-015-33164

Re: Poker Lake Unit No. 196
Big Sinks - Wolfcamp (Gas) Field
2,055 FSL, 2,325 FWL
Section 29, T24S-R31E
Poker Lake Unit
Eddy County, New Mexico

Dear Tim:

This will acknowledge our conversation of this date concerning the non-standard location for the above well. As we discussed, the well was originally permitted for the Morrow Formation, however the well was drilled to the Wolfcamp Formation and has been completed as a gas producer in the Wolfcamp. Apparently the non-standard location authorization was issued by Mr. Stogner for the Morrow Formation, which was its original permitted depth. Therefore, Mr. Jim Bruce will ask Mr. Stogner to execute an amended non-standard location approval to affect the Wolfcamp Formation as soon as possible. As we discussed, Bass is the owner of all leases offsetting the proration unit for the subject well. By copy of this letter, Mr. Bruce will be asked to provide you with a copy of the amended non-standard authorization. Thank you very much and should you have any questions or comments in the above regard, please advise the undersigned at (817) 390-8671.

Very truly yours,


J. Wayne Bailey

JWB:ca

cc: Mr. Jim Bruce
369 Montezuma
Santa Fe, New Mexico 87501