

NEW 1 EXICO ENERGY, MI. ERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor Jennifer A. Salisbury Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

ADMINISTRATIVE ORDER OLS-187

Bass Enterprises Production Company P.O. Box 2760 Midland, Texas 79702

Attention: Mr. John Smitherman

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above named company is hereby authorized offlease storage and measurement for Nash Draw-Brushy Canyon (Oil - 47545) Pool production from the following lease:

Lease:

Poker Lake Unit Well No. 145 and 146

Description:

NW/4 SE/4 and SE/4 SE/4 of Section 31, Township 23 South, Range 30

East, NMPM, Eddy County, New Mexico.

The aforementioned production is to be transported prior to measurement and storage at the Poker Lake Unit No. 140 battery located in Unit E of Section 32, Township 23 South, Range 30 East, NMPM, Eddy County, New Mexico.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-A and 309-B of the Division Rules and Regulations and there shall be no intercommunication of the handling, separating, treating or storage facilities designated to the above lease.

REMARKS: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 27th day of June, 2000.

LORI WROTENBERY.

Division Director

LW/MWA/kv

cc:

Oil Conservation Division - Artesia / Bureau of Land Management - Carlsbad