

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

September 1, 2005

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Bass Enterprises Production Company c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Administrative Order NSL-5271

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pSEM0-522841645) dated August 15, 2005 on behalf of the operator Bass Enterprises Production Company ("Bass"); and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Artesia and Santa Fe, including the file in Division Case No. 366: all concerning Bass's request to drill its Poker Lake Unit Well No. 244 at an unorthodox Delaware oil well location 2290 feet from the South line and 100 feet from the West line (Unit L) of Section 32, Township 24 South, Range 30 East, NMPM, Poker Lake Unit Area (see Division Order No. R-153, issued in Case No. 366 on May 1, 1952), Eddy County, New Mexico. The NW/4 SW/4 of Section 32 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit for Delaware oil production.

Your application has been duly filed under the provisions of Division Rules 104.F and 1207.A (2).

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox Delaware oil well location is hereby approved.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division - Artesia

New Mexico State Land Office - Santa Fe

Hermire /ly