

BASS ENTERPRISES PRODUCTION CO.

6 DESTA DRIVE, SUITE 3700
P.O. BOX 2760
MIDLAND, TEXAS 79702

FAX (915) 687-0086

October 10, 1994

(915) 683-2277

Re: Off-Lease Storage
and/or Measurement and Surface
Commingling Poker Lake Unit
Well No. 98, (NMNM-0506-A)
Sec. 30, T24S, R31E; Unit Letter E
Well No. 103, (NMLC-061705-B)
Sec. 25, T24S, R30E; Unit Letter F
FILE: 400-WF: OFFLSEST.PLU

New Mexico Oil Conservation
P O Box 2088
Santa Fe, New Mexico 87501

Attn: Mr. William LeMay:

Bass Enterprises Production Co. respectfully request approval of Off-Lease Storage and Measurement and surface commingling of production from the above subject wells. Production from each of the subject leases will be metered separately at the Poker Lake Unit #78 Battery site prior to being commingled. Approval of this request for Off-Lease Storage and Measurement and surface commingling will allow for more efficient operations with a consolidated battery by reducing the number of stock tanks (2). Surface disturbance will also be minimized by using the existing facility. Full wellstream production will be transported via flowline to a three phase heater treater. Oil, Water and gas will be separated at this vessel. The oil and water will be metered prior to being stored in the commingled stock tanks and water tank. The gas will be metered via a separate allocation meter. Estimated production from the two (2) Wells will be 90 BO + 290 BW + 240 MCF per day. The corrected API oil gravity for the subject leases is 39.1° (sweet). Current posted price is \$16.50 per barrel. The total value will not change whether production is commingled or separate storage facilities are used.

If you have any questions please contact Keith Bucy or myself at the letterhead address.

Very truly yours,



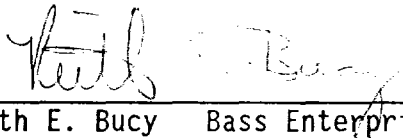
John R. Smitherman
Division Production Manager

RCH/WHF:pgo
Attachments

INTEREST OWNERS
POKER LAKE UNIT
POKER LAKE (DELAWARE) FIELD

UNITED STATES DEPARTMENT OF
THE INTERIOR (BLM)
P O BOX 1778
CARLSBAD, NM 88220-1778

I, Keith E. Bucy, certify that the above Interest Owners have been notified of this application.



Keith E. Bucy Bass Enterprises Production Co. 10-7-94

FRMCMNGL
(Rev. 11/25/92)

SURFACE COMMINGLING DATA SHEET

Name of Operator : BASS ENTERPRISES PRODUCTION CO.
Address & Tel. No. : P. O. BOX 2760
MIDLAND, TEXAS 79702-2760 (915) 683-2277

1. This is an attachment to our request for approval to commingle production from the Federal wells shown below.
2. All interest owners have been notified of this commingling.
3. No Federal or Indian royalties will be reduced through approval of this application.
4. This application is based on economic necessity. Approval of this application is necessary for continued operation of the subject leases.
5. Method For Allocating Production to Contributing Sources (Explain):
OFF LEASE PRODUCTION WILL BE METERED SEPARATELY PRIOR TO COMMINGLING
6. Enclosed is a map showing the lease numbers and location of all leases and wells that will contribute production to the proposed commingling or common storage facility. All unitized or communitized areas, producing zones, or pools, etc. are clearly illustrated.
7. Enclosed is a schematic diagram which clearly identifies all equipment that will be utilized.
8. The following data is pertinent to our commingling application:

Production Leaving : Lease No. NM NM-0506-A
Producing Formation : POKER LAKE (DELAWARE) SW
Daily Production Rate: 68 BOPD; 140 MCFPD; 109 BWPD
Oil Gravity: 39.1 API; Gas Gravity: 0.7928

Production Entering: Lease No. NM LC-061705-B
Producing Formation: POKER LAKE (DELAWARE) SW
Daily Production Rate: 90 BOPD; 260 MCFPD; 290 BWPD (TOTAL COMMINGLED PRODUCTION)
Oil Gravity: 39.1 API; Gas Gravity: 0.7928

Wells Included in The Proposed Commingling:

<u>Well Name & No.</u>	<u>Lease No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rng</u>
<u>POKER LAKE UNIT #98</u>	<u>NM NM-0506-A</u>	<u>E</u>	<u>30</u>	<u>24S</u>	<u>31E</u>
<u>POKER LAKE UNIT #103</u>	<u>NM LC-061705-B</u>	<u>F</u>	<u>25</u>	<u>24S</u>	<u>30E</u>

I hereby certify that the foregoing is true and correct

Signed

Yut E. Berry

Title Dr. J. E. Berry

Date 6/7/94

FRMCMNGL
(Rev. 11/25/92)

SURFACE COMMINGLING DATA SHEET

Name of Operator : BASS ENTERPRISES PRODUCTION CO.
Address & Tel. No. : P. O. BOX 2760
MIDLAND, TX 79702-2760 (915) 683-2277

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2. All interest owners have been notified of this commingling.
3. No Federal or Indian royalties will be reduced through approval of this application.
4. This application is based on economic necessity. Approval of this application is necessary for continued operation of the subject leases.
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OFF LEASE PRODUCTION WILL BE METERED SEPARATELY PRIOR TO COMMINGLING
6. Enclosed is a map showing the lease numbers and location of all leases and wells that will contribute production to the proposed commingling or common storage facility. All unitized or communitized areas, producing zones, or pools, etc. are clearly illustrated.
7. Enclosed is a schematic diagram which clearly identifies all equipment that will be utilized.
8. The following data is pertinent to our commingling application:

Production Leaving : Lease No. NM NM-061705-B
Producing Formation : POKER LAKE (DELAWARE) SW
Daily Production Rate: 22 BCPD; 120 MCFPD; 181 BWPD
Oil Gravity: 39.1 API; Gas Gravity: 0.7928

Production Entering: Lease No. NM LC-061705-B
Producing Formation: POKER LAKE (DELAWARE) SW
Daily Production Rate: 90 BOPD; 260 MCFPD; 290 BWPD (TOTAL COMMINGLED PRODUCTION)
Oil Gravity: 39.1 API; Gas Gravity: 0.7928

Wells Included in The Proposed Commingling:

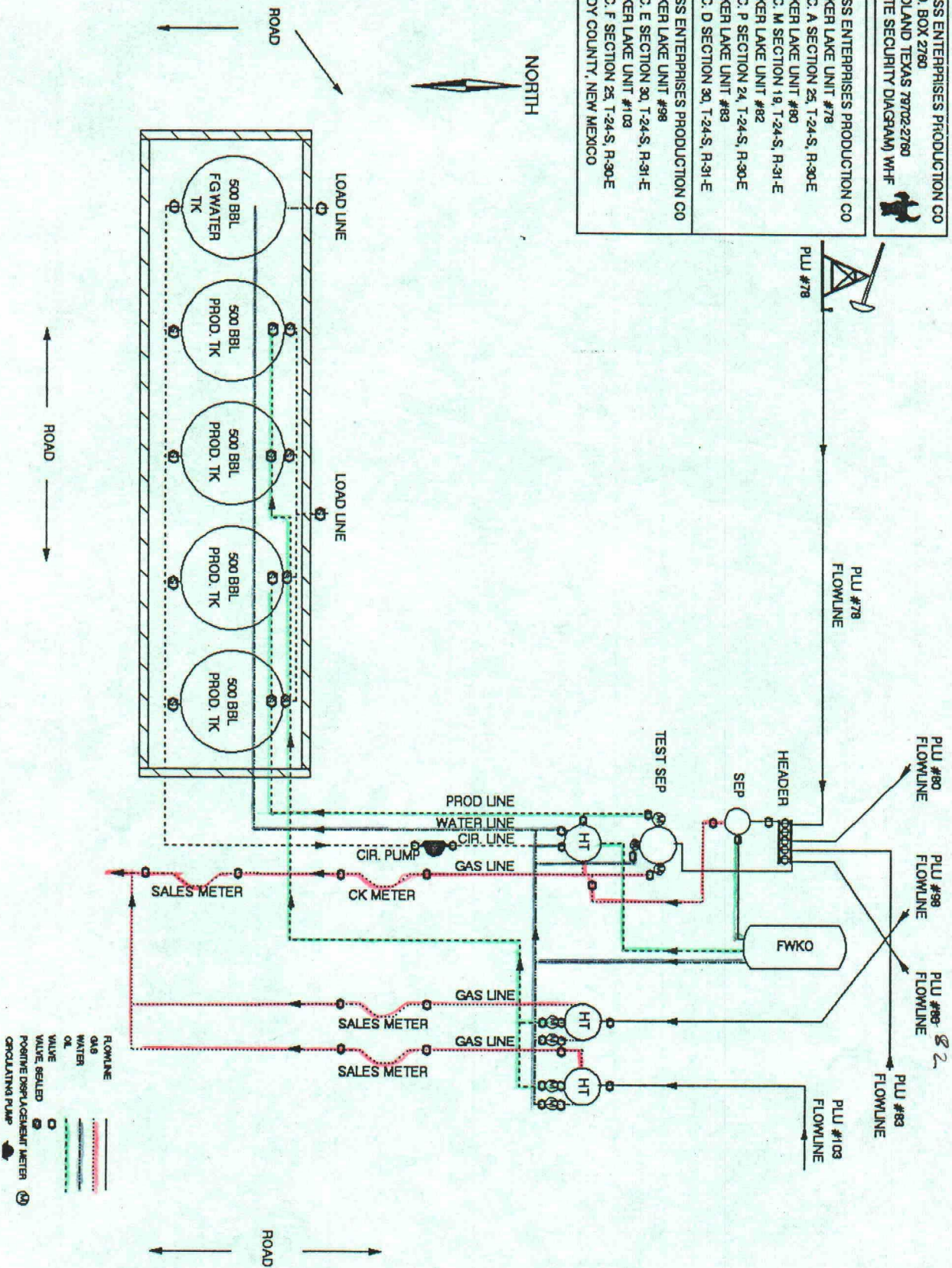
<u>Well Name & No.</u>	<u>Lease No.</u>	<u>Loc.</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rnd</u>
<u>POKER LAKE UNIT #98</u>	<u>NM NM-0506-A</u>	<u>E</u>	<u>30</u>	<u>24S</u>	<u>31E</u>
<u>POKER LAKE UNIT #103</u>	<u>NM LC-061705-B</u>	<u>F</u>	<u>25</u>	<u>24S</u>	<u>30E</u>

I hereby certify that the foregoing is true and correct

Signed Keith E. King Title Dir. Prod. Dept. Date 10/7/94

BASS ENTERPRISES PRODUCTION CO
P.O. BOX 2780
MIDLAND TEXAS 79702-2780
(SITE SECURITY DIAGRAM) WHF

BASS ENTERPRISES PRODUCTION CO
POKER LAKE UNIT #78
LOC. A SECTION 25, T-24-S, R-30-E
POKER LAKE UNIT #80
LOC. M SECTION 18, T-24-S, R-31-E
POKER LAKE UNIT #82
LOC. P SECTION 24, T-24-S, R-30-E
POKER LAKE UNIT #83
LOC. D SECTION 30, T-24-S, R-31-E
BASS ENTERPRISES PRODUCTION CO
POKER LAKE UNIT #98
LOC. E SECTION 30, T-24-S, R-31-E
POKER LAKE UNIT #103
LOC. F SECTION 25, T-24-S, R-30-E
EDDY COUNTY, NEW MEXICO



[illegible]

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

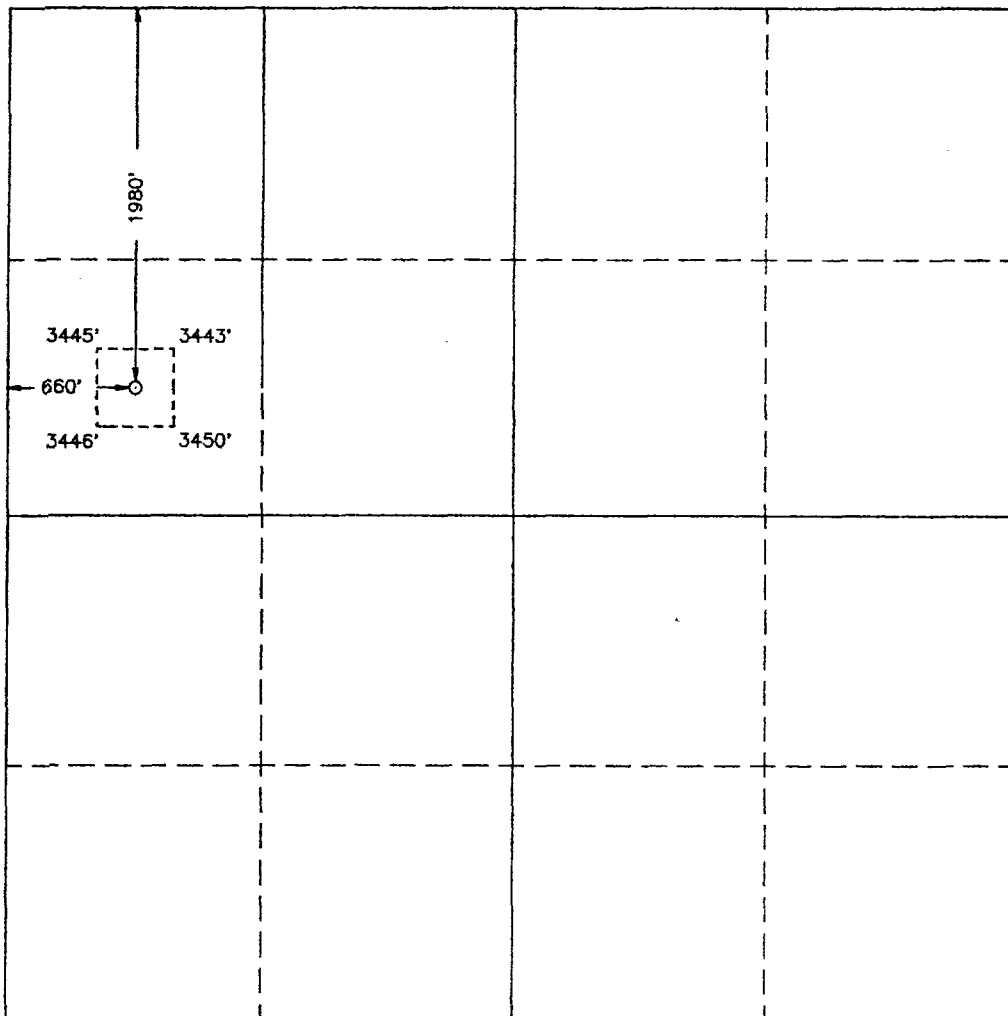
DISTRICT III
1000 Rio Brazos Rd., Artec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator BASS ENTERPRISES PRODUCTION COMPANY		Lease POKER LAKE UNIT		Well No. 98
Unit Letter LOT 2	Section 30	Township 24 SOUTH	Range 31 EAST NMPM	County EDDY
Actual Footage Location of Well: 1980 feet from the NORTH line and 660 feet from the WEST line				
Ground Level Elev. 3447'	Producing Formation	Pool	Dedicated Acreage: Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
 3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communization, unitization, force-pooling, etc?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
- If answer is "no" list of owners and tract descriptions which have actually been consolidated. (Use reverse side of this form necessary.)
No allowable will be assigned to the well unit all interests have been consolidated (by communization, unitization, forced-pooling, otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify the the information
contained herein is true and complete to the
best of my knowledge and belief.

Signature

Printed Name

Position

Company

Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown
on this plat was plotted from field notes of
actual surveys made by me or under my
supervision, and that the same is true and
correct to the best of my knowledge and
belief.

Date Surveyed

MARCH 1 1994

Signature & Seal of
Professional Surveyor

NEW MEXICO
REGISTERED PROFESSIONAL SURVEYOR
7977
RONALD J. EDSON, 3239
GARY L. JONES, 7977

Certificate No. 676

94-11-0372

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

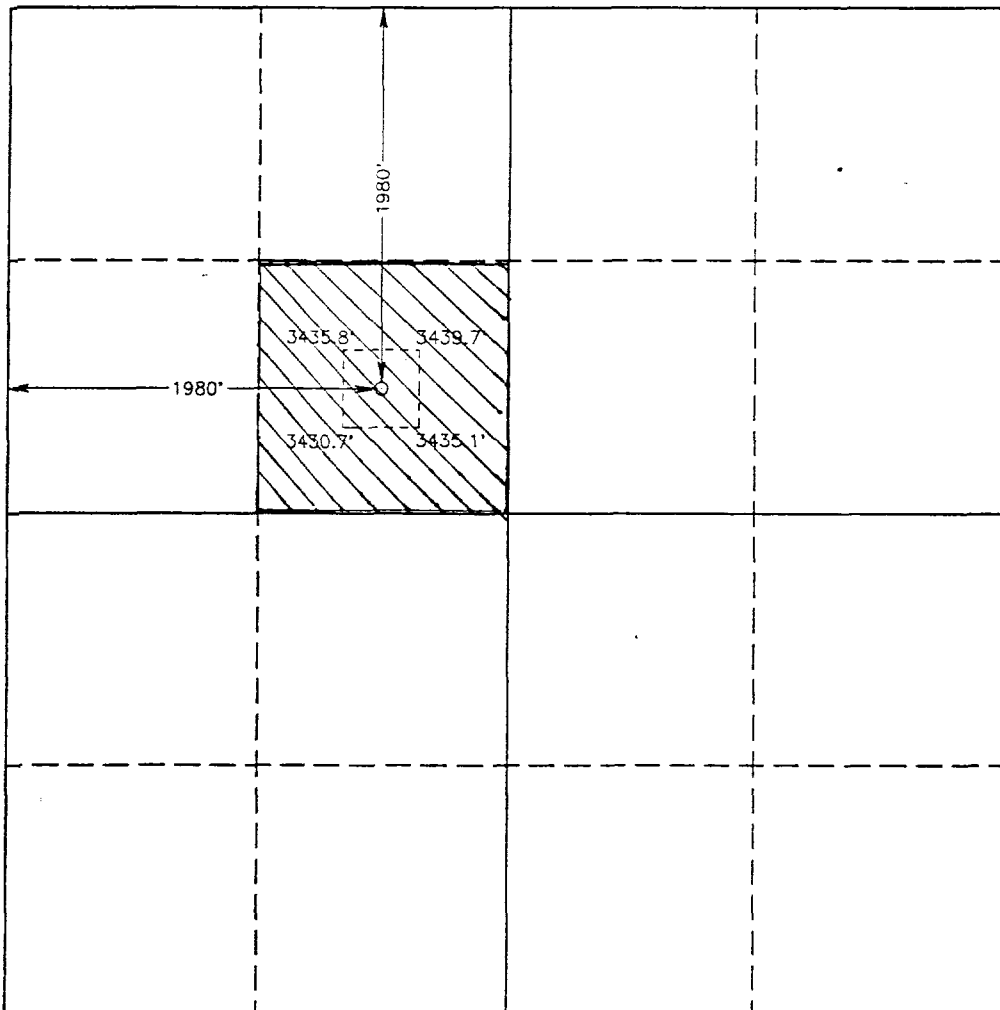
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator BASS ENTERPRISES PROD. CO.		Lease POKER LAKE UNIT		Well No. 103
Unit Letter F	Section 25	Township 24 SOUTH	Range 30 EAST NMPM	County EDDY
Actual Footage Location of Well: 1980 feet from the NORTH line and 1980 feet from the WEST line				
Ground Level Elev. 3432'	Producing Formation Delaware	Pool Poker Lake (Delaware)	Dedicated Acreage: 40 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list of owners and tract descriptions which have actually been consolidated. (Use reverse side of this form necessary.)
No allowable will be assigned to the well unit all interests have been consolidated (by communitization, unitization, forced-pooling, otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.

Signature
William R. Dannels

Printed Name
William R. Dannels

Position
Division Drilling Supt.

Company
Bass Enterprises Prod. Co.

Date
3/24/94

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
FEBRUARY 23, 1994

Signature & Seal of
Professional Surveyor



Certification No. JOHN W. WEST, 676
RONALD J. EIDSON, 3239
GARY L. JONES, 7977

94-11-0343

OPERATOR'S COPY

Form 3160-5
(June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

BASS ENTERPRISES PRODUCTION CO.

3. Address and Telephone No.

P. O. BOX 2760 MIDLAND, TEXAS 79702-2760 (915) 683-2277

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980' FNL & 660' FWL, Unit Letter E, Section 30, T24S, R31E

5. Lease Designation and Serial No.

NM NM-0506-A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

POKER LAKE UNIT

8. Well Name and No.

POKER LAKE UNIT #98

9. API Well No.

30-015-27962

10. Field and Pool, or Exploratory Area

POKER LAKE (DELAWARE)

11. County or Parish, State

EDDY COUNTY, NEW MEXICO

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other OFF LEASE STORAGE AND/
OR MEASUREMENT & SURFACE COMMINGLING
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Bass Enterprises Production Co. respectfully request approval of Off-Lease Storage and Measurement and surface commingling of production from the above subject well. Production from each of the subject leases will be metered separately at the Poker Lake Unit #78 Battery site prior to being commingled. Approval of this request for Off-Lease Storage and Measurement and surface commingling will allow for more efficient operations with a consolidated battery by reducing the number of stock tanks (2). Surface disturbance will also be minimized by using the existing facility. Full wellstream production will be transported via flowline to a three phase heater treater. Oil, water and gas will be separated at this vessel. The oil and water will be metered prior to being stored in the commingled stock tanks and water tank. The gas will be metered via a separate allocating meter. Estimated production from the two (2) Wells will be 90 BO + 290 BW + 260 MCF per day. The corrected API oil gravity for the subject leases is 39.1° (sweet). Current posted priced is \$16.50 per barrel. The total value will not change whether production is commingled or separate storage facilities are used.

CERTIFIED #Z 112 327 587 - WHF:PGO

14. I hereby certify that the foregoing is true and correct

Signed Keith E. Bucy KEITH E. BUCY

Title DIVISION PRODUCTION SUPT.

Date 10/7/94

(This space for Federal or State office use)

Approved by Adam Salameh

Title

Date 11/1/94

Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*See Instruction on Reverse Side

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	7. If Unit or CA, Agreement Designation POKER LAKE UNIT
2. Name of Operator BASS ENTERPRISES PRODUCTION CO.	8. Well Name and No. POKER LAKE UNIT #103
3. Address and Telephone No. P. O. BOX 2760 MIDLAND, TX 79702-2760 (915) 683-2277	9. API Well No. 30-015-27919
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1980' FWL, UNIT LETTER F, SECTION 25, T24S, R30E	10. Field and Pool, or Exploratory Area POKER LAKE (DELAWARE)
	11. County or Parish, State EDDY COUNTY, NEW MEXICO

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other OFF LEASE STORAGE AND/ OR MEASUREMENT & SURFACE COMMINGLING
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

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CERTIFIED #Z 112 327 587 - WHF:PGO

14. I hereby certify that the foregoing is true and correct

Signed Keith E. Bucy KEITH E. BUCY Title DIVISION PRODUCTION SUPT. Date 10/2/94

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any: _____

BASS ENTERPRISES PRODUCTION CO.

3700 CLAYDESTA NATIONAL BANK, 6 DESTA DRIVE

P. O. BOX 2760

MIDLAND, TEXAS 79702

October 24, 1994

(915) 683-2277

Re: Off-Lease Storage
and/or Measurement and Surface
Commingling Poker Lake Unit
Well No. 98, (NMNM-0506-A)
(E) Section 30, T24S, R31E
Well No. 103, (NMLC-061705-B)
(F) Section 25, T24S, R30E
Poker Lake (Delaware) SW, Field
Eddy County, New Mexico
File: 400-WF: OBJECTION.WVR

WAIVER OF OBJECTION

EOTT ENERGY CORP. does not object to the attached
application by Bass Enterprises Production Co. for Surface Commingling and/or
Off-Lease Measurement and Storage.

EOTT ENERGY
Company or Interest Owner

Greg Euton
Authorized Representative

DIRECTOR CRUDE ACQUISITION
Title

10/25/94
Date