

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
 UNITED STATES
 DEPARTMENT OF ARMY
 BUREAU OF LAND MANAGEMENT
Alamosa NM 88210

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | | |
|--|--|---|--|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | CONFIDENTIAL | 5. Lease Serial No. NMLC068430 |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | | 6. If Indian, Allottee or Tribe Name |
| 2. Name of Operator BASS ENTERPRISES PRODUCTION CO | | Contact: CINDI GOODMAN E-Mail: CDGOODMAN@BASSPET.COM | 7. If Unit or CA Agreement, Name and No. NMNM71016X |
| 3a. Address P O BOX 2760 MIDLAND, TX 79702 | | 3b. Phone No. (include area code) Ph: 432-683-2277 | 8. Lease Name and Well No. POKER LAKE UNIT 188Y 1796 |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NENW 695FNL 1880FWL 32.15075 N Lat, 103.54219 W Lon At proposed prod. zone NENW 695FNL 1880FWL 32.15075 N Lat, 103.54219 W Lon | | 9. API Well No. 30-015-33776 | |
| 14. Distance in miles and direction from nearest town or post office* 14 MILES EAST FROM MALAGA, NEW MEXICO | | 10. Field and Pool, or Exploratory NASH DRAW-DELAWARE 47545 | |
| 15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 695' | | 11. Sec., T., R., M., or Blk. and Survey or Area Sec 5 T24S R30E Mer NMP | |
| 16. No. of Acres in Lease 2479.76 | | 12. County or Parish EDDY | |
| 17. Spacing Unit dedicated to this well 40.00 | | 13. State NM | |
| 18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 35' | | 19. Proposed Depth 7680 MD 7680 TVD | |
| 20. BLM/BIA Bond No. on file | | 21. Elevations (Show whether DF, KB, RT, GL, etc.) 3256 GL | |
| 22. Approximate date work will start 10/22/2004 | | 23. Estimated duration 12 DAYS | |

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

| | | |
|--|--|--------------------|
| 25. Signature (Electronic Submission) | Name (Printed/Typed) CINDI GOODMAN Ph: 432-683-2277 | Date 11/10/2004 |
| Title AUTHORIZED REPRESENTATIVE | | |
| Approved by (Signature) (Electronic Submission) | Name (Printed/Typed) ARMANDO A LOPEZ | Date 10/22/2004 |
| Title PETROLEUM ENGINEER | | |
| Office Carlsbad | | |

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Additional Operator Remarks (see next page)

**Electronic Submission #50875 verified by the BLM Well Information System
 For BASS ENTERPRISES PRODUCTION CO, sent to the Carlsbad
 Committed to AFMSS for processing by LINDA ASKWIG on 11/15/2004 (05LA0092AE)**

▪ **Additional Operator Remarks:**

This location replaces Bass' Poker Lake Unit #188 well that was located 660' FNL & 1880' FWL & Plugged and Abandoned.

DISTRICT I

1025 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 South First, Artesia, NM 88210

DISTRICT III

1000 Rio Bravo Ed., Artesia, NM 87410

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-------------------------|--|-----------------------------------|
| API Number | Pool Code 47545 | Pool Name NASH DRAW - DELAWARE |
| Property Code 001796 | Property Name POKER LAKE UNIT | Well Number 188Y |
| OGED No. 001801 | Operator Name BASS ENTERPRISES PRODUCTION COMPANY | Elevation 3256' |

Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| C | 5 | 24 S | 30 E | | 695 | NORTH | 1880 | WEST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-----------------------|-----------------|--------------------|-----------|
| Dedicated Acres 40 | Joint or Infill | Consolidation Code | Order No. |
|-----------------------|-----------------|--------------------|-----------|

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | |
|--|--|
| | OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Cindi Goodman Printed Name Production Clerk Title 11-10-04 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 belief. OCTOBER 28, 2004 Date Signature G. Jones Printed Name W.O. No. 19562 Certificate No. 7977 PROFESSIONAL SURVEYOR BASIN SURVEYS |



GREY WOLF

INCLINATION REPORT

DATE: 11/15/04

WELL NAME AND NUMBER Poker Lake Unit #188Y

LOCATION: Sec. 5, T24S, R30E Eddy Co., NM

OPERATOR: Bass Enterprises Production Co.

DRILLING CONTRACTOR: Grey Wolf Drilling

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and that he has conducted deviation tests and obtained the following results:

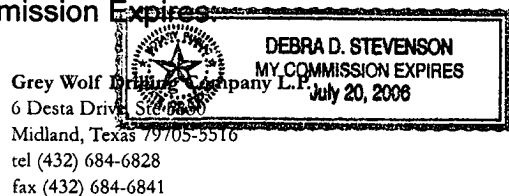
| DEGREE | DEPTH | DEGREE | DEPTH | DEGREE | DEPTH | DEGREE | DEPTH |
|--------|-------|--------|-------|--------|-------|--------|-------|
| 0.50 | 273 | 0.50 | 4296 | | | | |
| 2.50 | 649 | 1.00 | 4795 | | | | |
| 2.00 | 736 | 1.00 | 5184 | | | | |
| 1.50 | 1011 | 1.00 | 5657 | | | | |
| 1.00 | 1311 | 1.50 | 6132 | | | | |
| 2.00 | 1779 | 1.00 | 6604 | | | | |
| 2.00 | 2257 | 1.00 | 7079 | | | | |
| 1.50 | 2702 | 1.00 | 7569 | | | | |
| 2.50 | 2988 | | | | | | |
| 3.00 | 3272 | | | | | | |
| 2.50 | 3557 | | | | | | |
| 1.00 | 3843 | | | | | | |

Drilling Contractor:
Grey Wolf Drilling Company, LP

By: Sherry Coskrey
Sherry Coskrey, Office Manager

Subscribed and sworn to before me on this 19th day of November, 2004.

My Commission Expires:



Debra D. Stevenson