

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

April 21, 2004

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

Governor
Joanna Prukop
Cabinet Secretary

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

Administrative Order NSL-5196

Dear Mr. Bruce:

Reference is made to the following: (i) your application (administrative application reference No. pSEM0-509628321) dated April 5, 2005 on behalf of the operator Bass Enterprises Production Company ("Bass"); (ii) your e-mail on Tuesday afternoon, April 19, 2005 checking on the status of this application; and (iii) the records of the New Mexico Oil Conservation Division ("Division") in Artesia and Santa Fe: all concerning Bass's request to drill its Poker Lake Unit Well No. 207 at an unorthodox Delaware oil well location 2500 feet from the North line and 860 feet from the East line (Unit H) of Section 18, Township 24 South, Range 30 East, NMPM, Eddy County, New Mexico. The SE/4 NE/4 of Section 18 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit in the Nash Draw-Delaware Pool (47545).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

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

Sincerely,

Mark Tesanire / LMFS
Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division - Artesia

U. S. Bureau of Land Management - Carlsbad