

B-31-245-30 E

| | | | | | |
|---------------|----------|-------------------|--------------------|-----------|-----------------------|
| DATE: 8-15-05 | SUSPENSE | ENGINEER: Stagner | LOGGED IN: 8-16-05 | TYPE: NSL | APP NO: SEM0522841303 |
|---------------|----------|-------------------|--------------------|-----------|-----------------------|

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

2005 AUG 15 PM 1:38

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate and complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce
 Print or Type Name

James Bruce
 Signature

Attorney for applicant
 Title

8/15/05
 Date

jamesbruc@aol.com
 e-mail Address

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

August 15, 2005

Hand delivered

Michael E. Stogner
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Pursuant to Division Rule 104.F(2), Bass Enterprises Production Co. applies for approval of an unorthodox oil well location for the following well:

| | |
|-------------------|---|
| <u>Well:</u> | Poker Lake Unit Well No. 234 |
| <u>Location:</u> | 330 feet FNL & 2400 feet FWL |
| <u>Well unit:</u> | NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 24 South, Range 30 East, N.M.P.M., Eddy County, New Mexico |

The well will be drilled to a depth sufficient to test the Delaware formation. The formation is spaced on statewide rules, with 40 acre spacing, and wells to be located no closer than 330 feet to a quarter-quarter section line. A Form C-102 for the well is attached as Exhibit A.

The location is based on topographical reasons. The proposed location is immediately near an existing lease road and pipelines, thus substantially minimizing surface disturbance, as the Bureau of Land Management so often requires. In addition, the location is in the flattest area of the well unit; the southern part of the well unit drops off to an arroyo. See Exhibit B.

The well is located on Federal Lease LC 069627-A, which covers, among other lands, all of Section 31 and offsetting Section 30. Because the lease has common ownership, there is no adversely affected party, and notice has not been given to anyone.

Please contact me if you need any further information on this application.

Very truly yours,

A handwritten signature in cursive script that reads "James Bruce". The signature is written in black ink and is positioned above the printed name.

James Bruce

Attorney for Bass Enterprises Production Co.

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240

DISTRICT II
611 South First, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, 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 | Pool Name |
| Property Code | Property Name POKER LAKE UNIT | Well Number 234 |
| OGRID No. | Operator Name BASS ENTERPRISES PRODUCTION COMPANY | Elevation 3187' |

Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| B | 31 | 24 S | 30 E | | 330 | NORTH | 2400 | EAST | 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 | 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

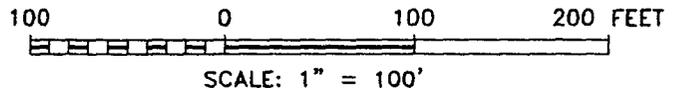
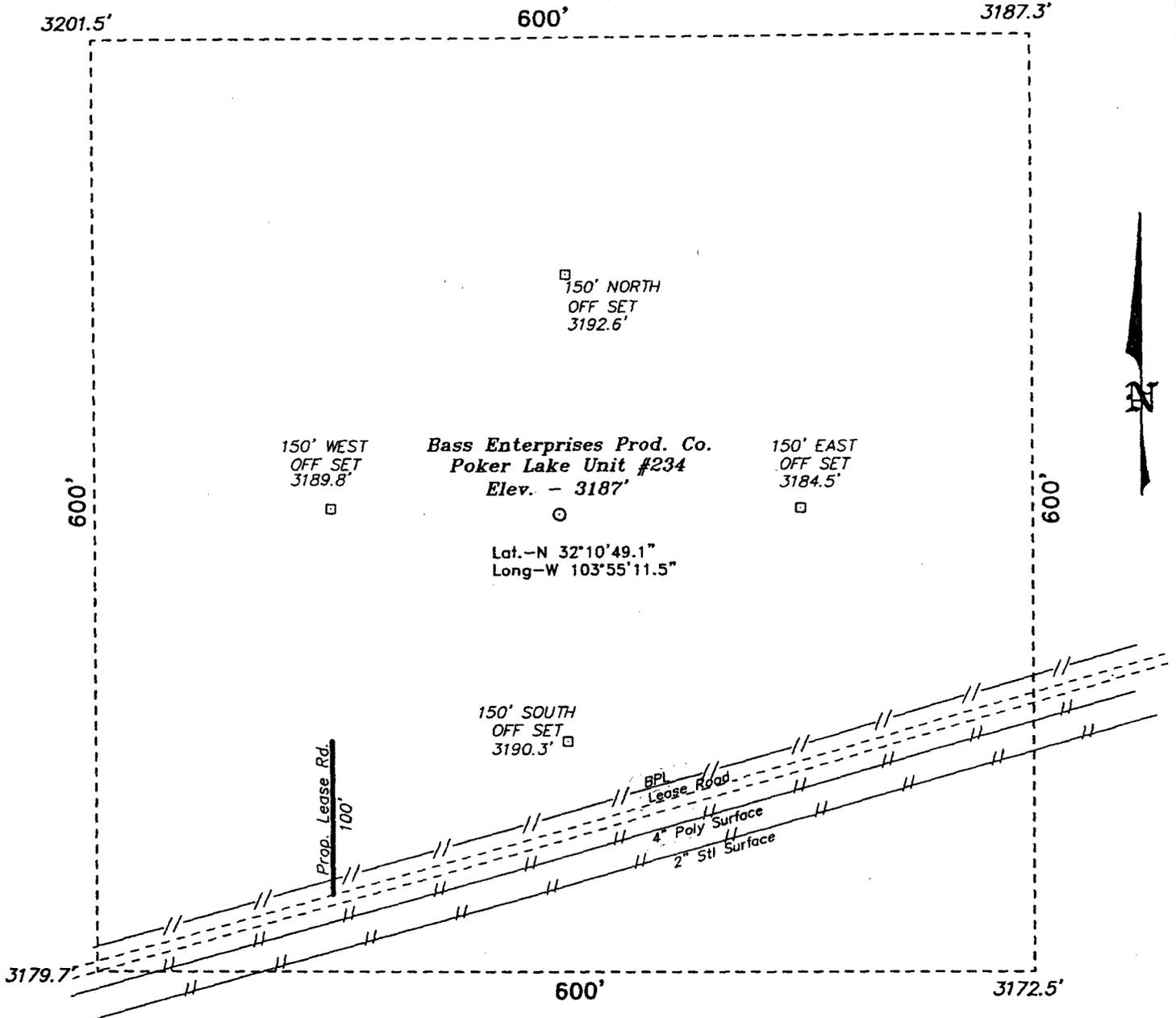
| | | | | |
|----------------------|-------------|---------|--------------|---|
| LOT 1 40.65 ACRES | 3201.5' | 3187.3' | 2400' | <p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature _____</p> <p>Printed Name _____</p> <p>Title _____</p> <p>Date _____</p> <p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>MARCH 12, 2005</p> <p>Date Surveyed _____</p> <p>Signature & Seal of Professional Surveyor _____</p> <p>W.O. No. 5182</p> <p>Certificate No. Gary Jones 7977</p> <p>PROFESSIONAL LAND SURVEYOR</p> |
| LOT 2 40.61 ACRES | 81.32 ACRES | 3179.7' | 3172.5' | |
| LOT 3 40.57 ACRES | | | 162.34 ACRES | |
| LOT 4 40.53 ACRES | 81.16 ACRES | | 162.66 ACRES | |

LAT - N32°10'49.1"
LONG - W103°55'11.5"

Blumberg No. 5119

EXHIBIT A

SECTION 31, TOWNSHIP 24 SOUTH, RANGE 30 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO.



DIRECTIONS TO LOCATION:

FROM THE JUNCTION OF STATE HWY 128 & CO. RD. 793 GO SOUTH ON 793 FOR APPROX. 4.0 MILES TO LEASE ROAD, THEN EAST ON LEASE ROAD FOR 0.25 MILES; THEN SOUTH 0.9 MILES, THENCE EAST 0.3 MILES, THENCE SOUTHERLY APPROX 5.0 MILES, THENCE WESTERLY FOR 1.2 MILES TO CO RD. 748, THENCE COUTHEASTERLY FOR APPROX. 2.1 MILES TO LEASE ROAD, THENCE WESTERLY FOR 0.4 MILES TO PROPOSED LOCATION.

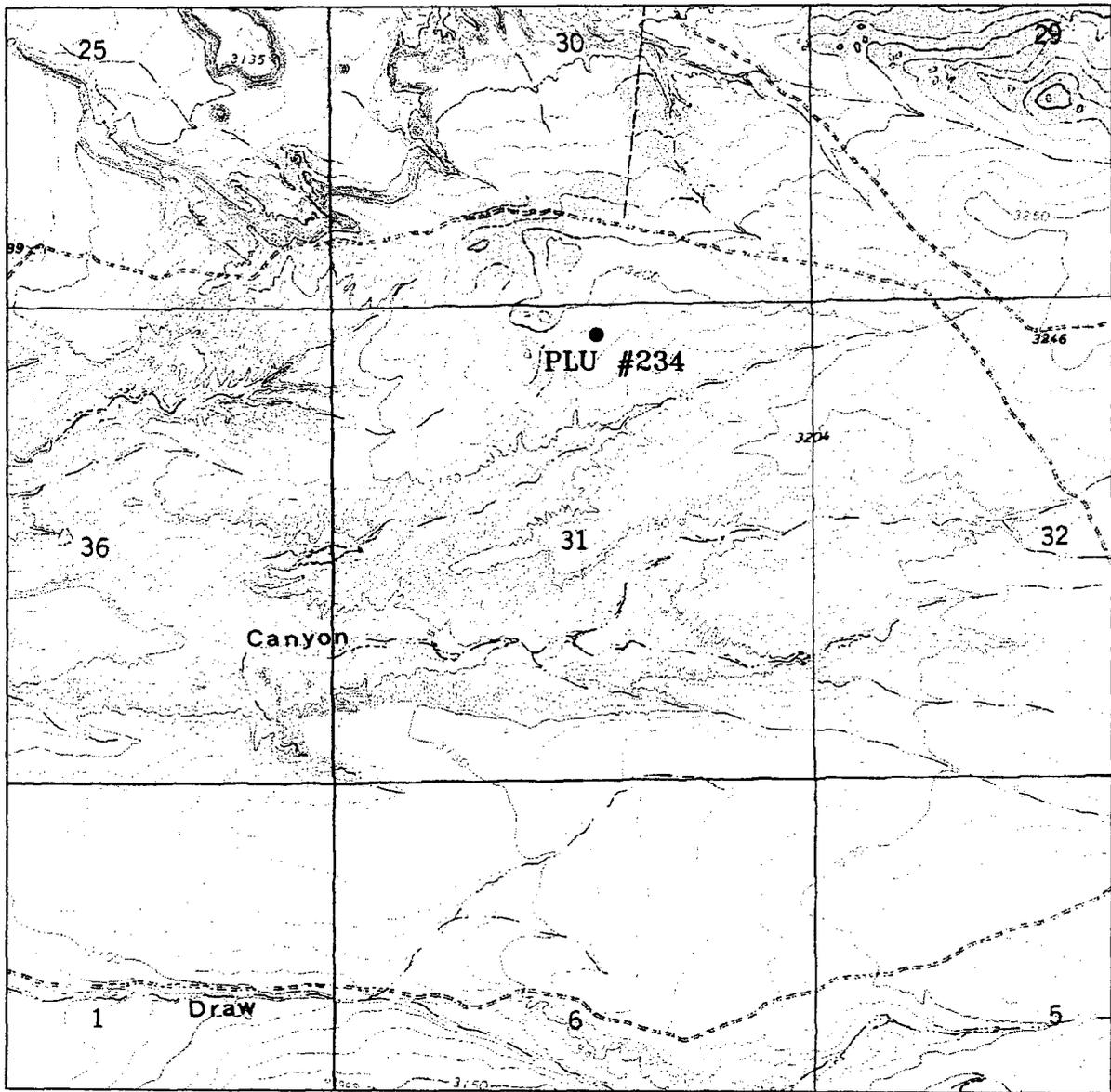
BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 5162 Drawn By: K. GOAD
Date: 03-16-2005 Disk: KJG #1 - 5162A.DWG

BASS ENTERPRISES PRODUCTION CO.

REF: Poker Lake Unit No. 234 / Well Pad Topo
THE POKER LAKE UNIT No. 234 LOCATED 330' FROM
THE NORTH LINE AND 2400' FROM THE EAST LINE OF
SECTION 31, TOWNSHIP 24 SOUTH, RANGE 30 EAST,
N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 03-12-2005 Sheet 1 of 1 Sheets



POKER LAKE UNIT #234

Located at 330' FNL and 2400' FEL
 Section 31, Township 24 South, Range 30 East,
 N.M.P.M., Eddy County, New Mexico.



focused on excellence
 in the oilfield

P.O. Box 1786
 1120 N. West County Rd.
 Hobbs, New Mexico 88241
 (505) 393-7316 - Office
 (505) 392-3074 - Fax
 basinsurveys.com

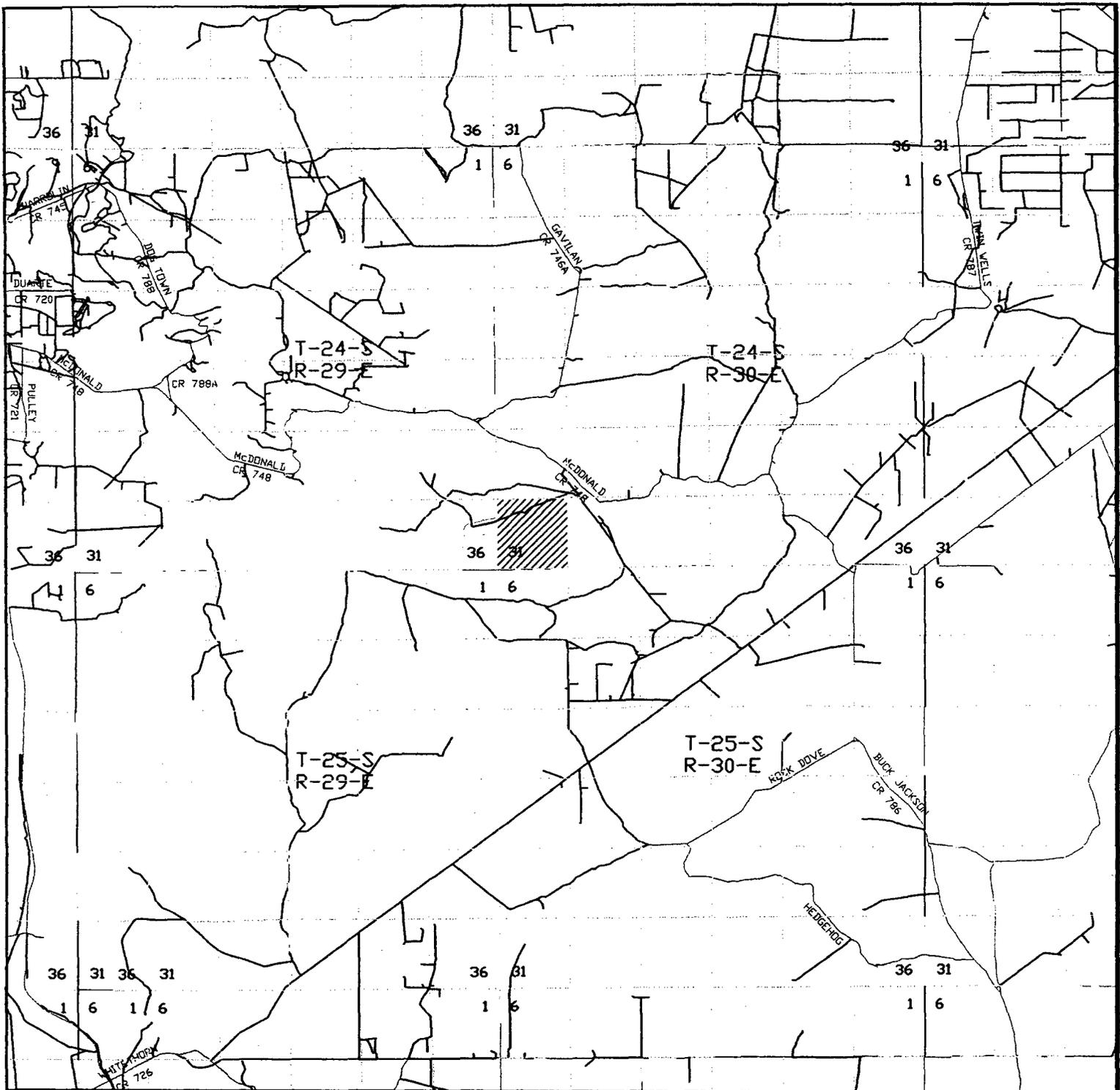
W.O. Number: 5162AA - KJG #1

Survey Date: 03-12-2005

Scale: 1" = 2000'

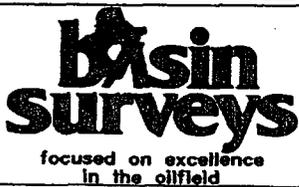
Date: 03-16-2005

**BASS ENTERPRISES
 PRODUCTION CO.**



POKER LAKE UNIT #234

Located at 330' FNL and 2400' FEL
 Section 31, Township 24 South, Range 30 East,
 N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786
 1120 N. West County Rd.
 Hobbs, New Mexico 88241
 (505) 393-7316 - Office
 (505) 392-3074 - Fax
 basinsurveys.com

W.O. Number: 5162AA - KJG #1

Survey Date: 03-12-2005

Scale: 1" = 2000'

Date: 03-16-2005

**BASS ENTERPRISES
 PRODUCTION CO.**