|   | PHC-3214 pWVJ033218   | 251 14                               |
|---|---|--------------------------------------|
| District I                                | State of New Mexico   | Form C-107A                          |
| 1625 N. French Drive, Hobbs, NM 68240     | Ehergy, Minerals, and Natural Resources Department  | Revised May 15, 2000                 |
| District II                               |   |                                      |
| 811 South First Street, Artesia, NM 88210 | 10V   4 OTE CONSERVATION DIVISION   | APPLICATION TYPE                     |
| District III                              | 2040 South Pacheco  | <u>X</u> Single Well                 |
| 1000 Rio Brazos Road, Aztec, NM 874 0     | Santa Fe, New Mexico 87505  | Established Pre-Approved Pools       |
| District IV                               | 2. Contracting and a second s<br>second second se<br>second second sec<br>second second sec | EXISTING WELLBORE                    |
| 2040 South Pacheco, Santa Fe, NM 87505    | APPLICATION FOR DOWNHOLE COMMINGLING  | $\underline{X}$ Yes $\underline{No}$ |

| Bass Enterprises Production Co | ).       | P. O. Box 2760 Midland TX 79702    |        |
|--------------------------------|----------|------------------------------------|--------|
| Operator                       |          | Address                            |        |
| James Ranch Unit               | 4        | Unit Letter L Section 6 T23S-R31E  | Eddy   |
| Lease                          | Well No. | Unit Letter-Section-Township-Range | County |

OGRID No. 001801 Property Code NM04473 API No. 30-015-20803 Lease Type X Federal State Fee

| DATA ELEMENT  | UPPER ZONE                          | INTERMEDIATE ZONE | LOWER ZONE                           |
|---|-------------------------------------|-------------------|--------------------------------------|
| Pool Name V   | Los Medanos (Atoka)                 |                   | Los Medanos (Morrow) Gos             |
| Pool Code   | 80520                               |                   | 80560                                |
| Top and Bottom of Pay Section<br>(Perforated or Open-Hole Interval)   | 12,912-12,920 Perfs                 |                   | 13,865-14,114 Perfs                  |
| Method of Production<br>(Flowing of Artificial Lift)  | Artificial Lift                     |                   | Artificial Lift                      |
| Bottomhole Pressure<br>(Note: Pressure data will not be required if the<br>bottom perforation in the lower zone is within 150%<br>of the depth of the top perforation in the upper zone)      | 800 psig                            |                   | 800 psig                             |
| Oil Gravity or Gas BTU<br>(Degree API or Gas BTU)   | Dry BTU 1090                        |                   | Dry BTU 1012                         |
| Producing, Shut-in or<br>New Zone   | New Zone                            |                   | Producing                            |
| Date and Oil/Gas/Water Rates<br>of Last Production<br>(Note: For new zones with no production history,<br>applicant shall be required to attach production<br>astimates and supporting data.) | Date: 10/29/2003<br>Rates: 72 mcfpd | Date:<br>Rates:   | Date: 10/29/2003<br>Rates: 476 mcfpd |
| Fixed Allocation Percentage<br>(Note: If allocation is based upon someting other<br>than current or part production, supporting data or<br>explanation will be required.)                     | Oil Gas<br>% 13 %                   | Oil Gas<br>% %    | Oil Gas<br>% 87 %                    |

# ADDITIONAL DATA

| Are all working, royalty and overriding royalty interests identical in all commingling zones?<br>If not, have all working royalty and overriding royalty interest owners been notified by certified mail?  | Yes<br>Yes | <u>X</u> | No<br>No    | - |
|--|------------|----------|-------------|---|
| Are all produced fluids from all commingling zones compatible with each other?   | Yes        | <u>X</u> | No          | _ |
| Will commingling decrease the value of production?   | Yes        |          | No <u>X</u> |   |
| If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? | Yes        | <u>x</u> | No          | _ |
| NMOCD Reference Case No. applicable to this well:  |            |          |             |   |

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication. Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula. Notification list of working, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

# Pre-Approved Pools

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data.

I hereby certify that the information above is true and complete to he best of my knowledge and belief.

| SIGNATURE Vanu Wilher TITLE Production Clerk DATE 11/04/2 |
|---|
|---|

TYPE OR PRINT NAME Tami Wilber

| District I<br>1625 N. French Dr., Hobbs, N<br>District II<br>811 South First, Artesia, NM 8<br>District III<br>1000 Rio Brazos Rd., Aztec, N<br>District IV | 8210            | IOV I 4              | nergy, Mir<br>OIL C    |                                       | I Resources Depar<br>ION DIVISIO<br>Pacheco |                                       |      | ppropria.<br>State | Form<br>August 15<br>te District<br>Lease - 4<br>Lease - 3 | Office<br>Copies |
|---|-----------------|----------------------|------------------------|---------------------------------------|---|---------------------------------------|------|--------------------|--|------------------|
| 2040 South Pacheco, Santa Fe  | NN 87505        | na<br>Na teng episot | °a∙<br>Lena an laste   | · · · · · · · · · · · · · · · · · · · |   |                                       | Γ    |                    | ENDED R  | EPORT            |
|   | W               | ELL LO               | <b>OCATIO</b>          | N AND ACI                             | REAGE DEDI                                  | CATION PL                             | AT 🗍 |                    |  |                  |
| API Num   | ber             | 1                    | <sup>2</sup> Pool Code |                                       | <u>.</u>                                    | <sup>3</sup> Pool Na                  | me   |                    |  |                  |
| 30-015-20803  |                 | 8052                 | 0                      | Los                                   | Medanos (Atoka)                             | )                                     |      |                    |  |                  |
| 4 Property Code   |                 |                      |                        | <sup>5</sup> Property                 | Name  |                                       |      | 6 \                | Vell Number  |                  |
| 001786  | James Rar       | nch Unit             |                        |                                       |   |                                       |      | 4                  |  |                  |
| 7 OGRID No.   |                 |                      |                        | * Operator                            | Name  | · · · · · · · · · · · · · · · · · · · |      |                    | • Elevation  |                  |
| 001801  | Bass Ente       | rprises P            | roduction (            | Co.                                   |   |                                       |      | 3296'              |  |                  |
| ······································  |                 |                      |                        | <sup>10</sup> Surface                 | Location                                    |                                       |      | <u> </u>           |  |                  |
| UL or lot no. Section   | n Township      | Range                | Lot Idn                | Feet from the                         | North/South line                            | Feet from the                         | Eas  | t/West line        |  | County           |
| L 6   | 238             | 31E                  |                        | 2180'                                 | South                                       | 330                                   | West |                    | Eddy   |                  |
|   | <u></u>         | 11 B                 | ottom Ho               | le Location If                        | Different From                              | Surface                               |      |                    |  |                  |
| UL or lot no. Section   | on Township     | Range                | Lot Idn                | Feet from the                         | North/South line                            | Feet from the                         | Eas  | t/West line        |  | County           |
|   |                 |                      |                        |                                       |   |                                       |      |                    |  |                  |
| 12 Dedicated Acres 13 Joint   | or Infill 14 Co | nsolidation          | Code 15 Or             | der No.                               |   |                                       |      |                    |  |                  |
| 320   |                 |                      |                        |                                       |   |                                       |      |                    |  |                  |
| 520   |                 |                      |                        |                                       |   |                                       | ·    |                    |  | ]                |

# 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

| 16   |                                       | <sup>17</sup> OPERATOR CERTIFICATION                       |
|--|---------------------------------------|--|
| a the second |                                       | I hereby certify that the information contained herein is  |
| ·  |                                       | true and complete to the best of my knowledge and          |
|  |                                       | belief.  |
|  |                                       | Dami Wilber  |
|  |                                       | Signature  |
|  |                                       | - Tami Wilber  |
|  |                                       | Printed Name   |
|  |                                       | Production Clerk   |
|  |                                       | Title  |
|  |                                       | 11/05/2003   |
|  |                                       | Date   |
|  |                                       |  |
|  | · · · · · · · · · · · · · · · · · · · | <b>18SURVEYOR CERTIFICATION</b>                            |
| 330  |                                       | I hereby certify that the well location shown on this plat |
| <u>K</u> 9   |                                       | 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.                      |
|  |                                       |  |
|  |                                       | Date of Survey   |
|  |                                       | Signature and Seal of Professional Surveyor:               |
|  |                                       |  |
|  |                                       |  |
| 2180   |                                       |  |
|  |                                       | John West-676  |
|  |                                       | Certificate Number   |
|  |                                       |  |

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 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 & Natural Resources Department

Form C-102 Revised August 15, 2000

# OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

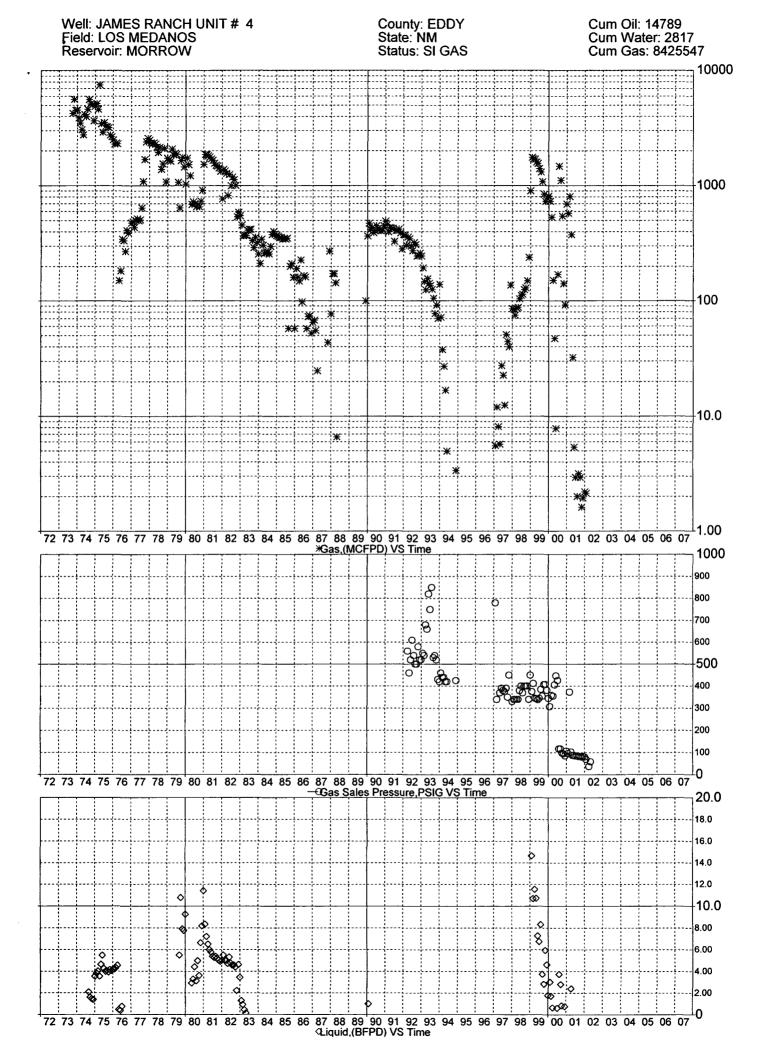
AMENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

|                   | API Numbe    | :r               |             | · Pool Code |                       |                  | 5 P001 Na     | me             |  |
|-------------------|--------------|------------------|-------------|-------------|-----------------------|------------------|---------------|----------------|--|
| 30-015-208        | 03           |                  | 8056        | 0           | Los                   | Medanos (Morro   | w)            |                |  |
| 4 Property        | Code         |                  |             |             | 5 Property            | Name             |               | • '            | Well Number  |
| 001786            |              | James Ran        | ich Unit    |             |                       |                  |               | 4              |  |
| 7 OGRID           | No.          |                  |             |             | * Operator            | Name             |               |                | Providential States |
| 001801            |              | Bass Enter       | rprises P   | roduction   | Co.                   |                  |               | 3296'          |  |
|                   |              |                  |             |             | <sup>10</sup> Surface | Location         |               |                |  |
| UL or lot no.     | Section      | Township         | Range       | Lot Idn     | Feet from the         | North/South line | Feet from the | East/West line | Cour   |
| L                 | 6            | 238              | 31E         |             | 2180'                 | South            | 330           | West           | Eddy   |
|                   |              | L L              | 11 B        | ottom Ho    | le Location I         | f Different From | Surface       |                | ·  |
| UL or lot no.     | Section      | Township         | Range       | Lot Idn     | Feet from the         | North/South line | Feet from the | East/West line | Сош  |
|                   |              |                  |             |             |                       |                  |               |                |  |
| 12 Dedicated Acre | s 13 Joint o | r Infill   14 Co | nsolidation | Code 15 Or  | rder No.              |                  | L             | ·······        | I  |
| 320               |              |                  |             |             |                       |                  |               |                |  |

# 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

| 16           |         | <sup>17</sup> OPERATOR CERTIFICATION                       |
|--------------|---------|--|
|              |         | I hereby certify that the information contained herein is  |
|              |         | true and complete to the best of my knowledge and          |
|              |         | belief.  |
|              |         | Dami Wilber  |
|              |         | <br>Tami Wilber  |
|              |         | Printed Name   |
|              |         | Production Clerk   |
|              |         | Title  |
|              |         | 11/05/2003   |
|              |         | Date   |
|              |         |  |
|              |         | 18SURVEYOR CERTIFICATION                                   |
| 330'         |         | I hereby certify that the well location shown on this plat |
| <b>k</b> — ₀ |         | 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.                      |
|              |         |  |
|              |         | Date of Survey   |
|              |         | Signature and Seal of Professional Surveyor:               |
| 2180'        |         |  |
| 512          |         |  |
| ``           | . · · · |  |
|              |         | John West-676  |
|              |         | Certificate Number   |
|              |         |  |



### JAMES RANCH UNIT #4 DOWNHOLE COMMINGLE APPLICATION DETERMINATION OF BASIS FOR ALLOCATION BASED ON GAS ANALYSIS DATA

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| GAS ANALYSIS #1: | James Ranch Unit #14<br>Morrow   |                          |                 |                          |
|------------------|--|--------------------------|-----------------|--------------------------|
|                  | Nearby (closest) Morrow well   | to James Ranch Unit #4   |                 |                          |
| GAS ANALYSIS #2: | James Ranch Unit #13<br>Atoka<br>Nearby (closest) Atoka well to                | James Banch I Init #4    |                 |                          |
|                  | Nearby (003631) Alona Weir to  | barnes nation offic #4   |                 |                          |
| GAS ANALYSIS #3: | James Ranch Unit #4<br>Combined Atoka/Morrow<br>Recent gas analysis after retu | rning well to production |                 |                          |
| GAS ANALYSIS     | GAS ANALYSIS #1  | GAS ANALYSIS #2          | GAS ANALYSIS #3 |                          |
| COMPONENT OR     | MORROW   | ATOKA                    | ATOKA/MORROW    | CALCULATED<br>ALLOCATION |
| INDICATOR        | JRU #14  | JRU #13                  | JRU #4          | TO MORROW                |
| DRY BTU          | 1012   | 1090                     | 1017            | 93.59%                   |
| SPECIFIC GRAVITY | 0.575  | 0.625                    | 0.582           | 86.00%                   |
| C1: METHANE      | 0.9737   | 0.9194                   | 0.9652          | 84.35%                   |
| C2: ETHANE       | 0.0103   | 0.0413                   | 0.0154          | 83.55%                   |
|                  |  |                          | AVERAGE:        | 86.87%                   |
| RESULTS:         | 86.87% Allocated to Morrow 13.13% Allocated to Atoka                           |                          |                 | 13.13%                   |

3%

EL FASU FRODUCTION

### CORPORATE MEASUREMENT SYSTEM GPM CERTIFICATE REPORT

04/25/2002 16:18:21

Prod Date : 11/01/2001 00:00:00

**SP FIELD SERVICES-PERMIAN** 

ertificate of Gas Analysis

.

Sample Desc: ENRON JAMES RANCH #14

Effective Date: 11/1/01 00:00:00 Sample Date: 9/26/01 00:00:00 Analyzed Date: Sample Frequency: SEMIANNUALLY Sample Type: Spot Sampled By: Analyzed By; FSLAB

Chromatograph Id: N/A Analysis Id:

GPA Version: GPA 2145-97 Pressure Base: 14.73

| 0              | 14-1- N         | 0014   |
|----------------|-----------------|--------|
| Component      | Mole %          | GPM    |
| Methane:       | 97. <b>3700</b> |        |
| Ethane:        | 1.0300          | 0,2755 |
| Propane:       | 0.1300          | 0.0358 |
| Iso Butane:    | 0.0100          | 0.0033 |
| Butane;        | 0.0200          | 0.0063 |
| Iso Pentane:   | 0.0100          | 0.0037 |
| Pentane:       | 0,0000          | 0.0000 |
| Neo Pentane:   | 0.0000          | 0.0000 |
| Hexane:        | 0.0200          | 0.0087 |
| Heptane:       | 0.0000          | 0.0000 |
| Nonane:        | 0.0000          | 0.0000 |
| Octane;        | 0.0000          | 0.0000 |
| Decane:        | 0.0000          | 0.0000 |
| H2s:           | 0.0000          |        |
| Sub Total GPM: | 98.5900         | 0.3333 |

| Inerts           | Mole %   |  |
|------------------|----------|--|
| Carbon Dioxide:  | 1.2500   |  |
| Nitrogen:        | 0.1600   |  |
| Hydrogen:        | 0.0000   |  |
| Oxygen:          | 0.0000   |  |
| Helium:          | 0.0000   |  |
| Argon:           | 0.0000   |  |
| Carbon Monoxide; | 0.0000   |  |
| Total Mole %:    | 100.0000 |  |

Gravity: 0.5750 BTU: 1012.0 Saturated BTU: 994.1 Remarks: Page 1 of 1

Sample Id: 68356

~11417313 14.

Temperature: Pressure:



MANLEY GAS TESTING, INC. ODESSA, TEXAS 79760 P.O. DRAWER 193 OFFICE(915)367-3024 FAX(915)367-1166 E-MAIL: MANLEYGAST@AOL.COM الم الله الله الله الله الله الله عنه عنه عنه عنه بله عنه عن الم الله عن الله عن الله عن الله عن الله عن الله \_\_\_\_\_ CHARGE..... 13 - 1 - 1 DATE SAMPLED..... 09 -04 -03 REC. NO. .... 0 TEST NUMBER.. 44206 DATE RUN..... 09 -10 -03 EFF DATE..... -STATION NO. ... AREA ..... SAMPLE NAME.... JRU #13 RECEIVED FROM.. BASS ENTERPRISES LOCATION..... CARLSBAD NEW MEXICO SAMPLE CONDITIONS PRESSURE PSIG.. 65.0 ... FLOWING TEMP..... 102.0 F SAMPLED BY: DC \_\_\_\_\_

# FRACTIONAL ANALYSIS CALCULATED at 14.650 PSIA AND 60F

|                     | MOL %  | GPM   | SULPHUR DETERMINATION         |  |  |
|---------------------|--------|-------|-------------------------------|--|--|
| HYDROGEN SULFIDE.   | 0.00   |       | GRAINS/100 SCF                |  |  |
| NITROGEN            | 0.85   |       | * HYDROGEN SULFIDE 0.000      |  |  |
| CARBON DIOXIDE      | 0.49   |       | MERCAPTANS 0.000              |  |  |
| METHANE             | 91.94  |       | SULFIDES 0.000                |  |  |
| BTHANE              | 4.13   | 1.098 | RESIDUAL SULPHUR 0.000        |  |  |
| PROPANE             | 1.10   | 0.301 | TOTAL                         |  |  |
| ISO-BUTANE          | 0.22   | 0.072 |                               |  |  |
| NOR-BUTANE          | 0.29   | 0.091 | LIQUEFIABLE HYDROCARBONS- GPM |  |  |
| ISO-PENTANE         | 0.13   | 0.047 |                               |  |  |
| NOR-PENTANE         | 0.10   | 0.036 | <b>ETHANE PLUS 1.969</b>      |  |  |
| HEXANES             | 0.19   | 0.082 | PROPANE PLUS 0.871            |  |  |
| HEPTANES+           | 0.56   | 0.242 | BUTANES PLUS 0.570            |  |  |
|                     |        |       | PENTANES PLUS 0.407           |  |  |
| TOTAL               | 100.00 | 1.969 |                               |  |  |
|                     |        |       | 'Z' FACTOR = 0.9974           |  |  |
|                     |        |       |                               |  |  |
| REID VAPOR PRESSURE |        |       | MIXTURE SPECIFIC GRAVITY      |  |  |
| 26 LB 0.6           |        |       |                               |  |  |

12 LB..... 0.464

MIXTURE HEATING VALUE..... DRY..... 1090 WET..... 1072 BTU

DISTRIBUTION AND REMARKS:

\* H2S PPM = 0

DETERMINED BY RANAREX..... 0.000

DENNY MCCOMBS / M. SNELSON

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M. Carm

ANALYZED BY: JT

APPROVED:

(h (i))

| ۔<br>دو کہ جہ سے دی نے نے بہ کہ دو سے برج سے د |                      |  |                                      | MWD   |  |
|--|----------------------|--|--------------------------------------|---|--|
| • <b>D</b> O                                   | MANLEY<br>DRAWER 193 | gas  | TESTING, INC.<br>ODESSA, TEXAS 79760 |   |  |
| OFFICE(915)367-3024                            |                      | FAX(915)   | 367–1166 E-MAIL: MANLEYGAS           | ODESSA, TEXAS 79760<br>E-MAIL: MANLEYGAST@AOL.COM |  |
| ,  |                      | در هم هم هم هم وی هم |                                      |   |  |
| HARGE  |                      | 1  | DATE SAMPLED 09                      |   |  |
| EC. NO<br>EST NUMBER                           | 0<br>44205           |  | DATE RUN                             |   |  |
|  |                      |  |                                      |   |  |
| STATION NO                                     |                      |  |                                      |   |  |
| AREA   | TRII #4              |  |                                      |   |  |
| RECEIVED FROM.                                 |                      | ISES   |                                      |   |  |
| OCATION  |                      |  |                                      |   |  |
| SAMPLE CONDITION                               | S PRESSURE           | PSIG   | 68.0 FLOWING TEMP                    | 82.0 F  |  |
| SAMPLED BY:                                    | DC                   |  |                                      |   |  |
|  |                      |  |                                      |   |  |
|  |                      |  | AL ANALYSIS                          |   |  |
|  | CALCU                | LATED at   | 14.650 PSIA AND 60F                  |   |  |
|  | MOL &                | GPM  | SULPHUR DETERMINATION                |   |  |
| HYDROGEN SULFIDE                               | . 0.00               |  | GRAINS/100 SCF                       |   |  |
| NITROGEN                                       |                      |  | * HYDROGEN SULFIDE                   | 0.000   |  |
| CARBON DIOXIDE                                 |                      |  | MERCAPTANS                           | 0.000   |  |
| (ETHANE  |                      | 0.409  |                                      | 0.000<br>0.000                                    |  |
| STHANE   | . 0.18               | 0.409  | RESIDUAL SULPHUR<br>Total            | 0.000   |  |
| PROPANE<br>ISO-BUTANE                          | . 0.10               | 0.049<br>0.010<br>0.013<br>0.007                         |                                      | 0.000   |  |
| NOR-BUTANE                                     | . 0.04               | 0.013  | LIQUEFIABLE HYDROCARBO               | NS- GPM   |  |
| ISO-PENTANE                                    | 0.02                 | 0.007  |                                      |   |  |
| NOR-PENTANE                                    | . 0.01               | 0.004  | ETHANE PLUS                          | 0.574   |  |
| IEXANES  | . 0.03               | 0.013  | PROPANE PLUS                         |   |  |
| HEXANES<br>HEPTANES+                           | 0.16                 | 0.069  | BUTANES PLUS                         |   |  |
|  |                      |  | PENTANES PLUS                        |   |  |
| FOTAL  | . 100.00             | 0.574  |                                      |   |  |
|  |                      |  | 'Z' FACTOR = 0.9979                  | · ···· ·· ·· ·· ·· ·· ·· ·· ·· ·· ·· ··           |  |
| REID VAPOR PRESS                               | SURE                 |  | MIXTURE SPECIFIC GRAVITY             |   |  |
| 26 LB 0  | ).124                |  | CALCULATED FROM ANALYSIS             | 0,582   |  |
| 12 LB 0.109                                    |                      | DETERMINED BY RANAREX                                    |                                      |   |  |
|  |                      |  | DRY 1017 WET 100                     |   |  |
|  |                      |  |                                      |   |  |
|  |                      |  |                                      |   |  |

DENNY MCCOMBS / M. SNELSON

m. Caure

ANALYZED BY: JT

APPROVED: