BASS ENTERPRISES PRODUCTION CO.

201 MAIN ST.

FORT WORTH, TEXAS 76102-3131 817/390-8400 February 28, 2005

EXPRESS MAIL/ Return Receipt Requested

Bureau of Land Management Roswell District Office 2909 W. 2nd Street Roswell, New Mexico 88201 Attn: Mr. Ed L. Roberson New Mexico State Land Office Commissioner of Public Lands 310 Old Santa Fe Trail Santa Fe, New Mexico 87501 Attention: Ms. Jami Bailey New Mexico Oil Conservation Division 1220 St. Francis Santa Fe, New Mexico 87505 Attention: Roy Johnson

Re:

2005 Plan of Development Poker Lake Unit

Eddy County, New Mexico

Gentlemen:

In accordance with Section 10 of the Poker Lake Unit Agreement dated March 18, 1952, Bass Enterprises Production Co., Operator of the referenced unit, hereby submits a Plan of Development for the Poker Lake Unit for the year 2005.

HISTORY OF PAST DEVELOPMENT

We refer to our previous Plans of Development for a detailed description of the operations conducted in this Unit in prior years.

2004 ACTIVITY

Poker Lake Unit Well No. 99 - This well was drilled at a location being 1980' FNL & 660' FWL, Section 19, T24S-R31E, and Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,897' - 7,995'. It is included in the Delaware "B" Participating Area.

Poker Lake Unit Well No. 178 – This well was drilled at a location being 660" FNL & 660' FWL, Section 8 T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,279' – 7,292'

<u>Poker Lake Unit Well No. 180</u> – This well was drilled at a location being 2,080' FNL & 760' FEL, Section 7, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as a gas well in the interval between 7,196' – 7,206'.

<u>Poker Lake Unit Well No. 188</u> – This well was drilled at a location being 695 FNL & 1,880 FWL, Section 5, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,320' – 7,330'.

Poker Lake Unit Well No. 200 – This well was drilled at a location being 410' FNL & 450' FEL, Section 18, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as a gas well in the interval between 7,190' – 7,396'.

<u>Poker Lake Unit Well No. 202</u> – This well was drilled at a location being 660' FSL & 660' FEL, Section 7, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,114' - 7,420'.

Poker Lake Unit Well No. 203 – This well was drilled at a location being 660' FSL &1,980' FEL, Section 7, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,080' – 7,378'.

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Poker Lake Unit Well No. 205 – This well was drilled at a location being 160' FNL & 1,650' FEL, Section 18, T24S–R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,083' – 7,386'.

<u>Poker Lake Unit Well No. 208</u> – This well was drilled at a location being 1,880' FNL & 1,780' FEL, Section 18, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 6,782' – 7,353'.

<u>Poker Lake Unit Well No. 210</u> – This well was drilled at a location being 1,780' FSL & 810' FEL, Section 18, T24S-R30E, Eddy County, New Mexico. This well was completed in the Delaware Formation as an oil well in the interval between 7,196' – 7,432'.

PARTICIPATING AREAS

The above wells are included in the proposed Third Revision to the Delaware C Participating Area which has been submitted to the BLM and other agencies.

Bass has submitted Commercial Determinations for all productive wells for which same have not been prepared in the past and will submit wells drilled to date where adequate information is available for commercial determination and participating areas. In the event you have not received commercial determination for the wells that have been drilled and completed and are currently producing, please advise at your convenience and we will submit same to you.

FUTURE DEVELOPMENT

<u>Poker Lake Unit Well No. 168</u> – This well will be drilled at a legal location being 1,730' FSL & 660' FWL, Section 5, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,600' to test the Delaware Formation.

Poker Lake Unit Well No. 179 – This well will be drilled at a legal location being 1,980' FNL & 660' FWL, Section 8, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,670' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 191</u> – This well will be drilled at a legal location being 1,980' FSL & 660' FEL, Section 7, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,420' to test the Delaware Formation.

Poker Lake Unit Well No. 192 – This well will be drilled at a legal location being 2,130' FSL & 380' FWL, Section 8, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,640' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 207</u> – This well will be drilled at a legal location being 2,660' FNL & 860' FEL, Section 18, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,610' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 213</u> – This well is in the process of being completed in the Delaware Formation at a legal location being 860' FSL & 660' FEL, Section 18, T24S-R30E, Eddy County, New Mexico.

<u>Poker Lake Unit Well No. 214</u> – This well will be drilled at a legal location being 510' FNL &1,980' FEL, Section 19, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,550' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 216</u> – This well will be drilled at a legal location being 1,980' FNL & 1,790' FEL, Section 19, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,600' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 217</u> – This well is currently drilling at a legal location being 1,650' FSL & 660' FEL, Section 19, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,650' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 221</u> – This well will be drilled at a legal location being 660' FSL & 660' FEL, Section 19, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,600' to test the Delaware Formation.

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<u>Poker Lake Unit Well No. 223</u> – This well will be drilled at a legal location being 660' FSL & 810' FWL, Section 8, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,650' to test the Delaware Formation.

<u>Poker Lake Unit Well No. 227</u>— This well will be drilled at a legal location being 660' FSL & 660' FEL, Section 30, T24S-R30E, Eddy County, New Mexico to a proposed depth of 7,720' to test the Delaware Formation.

OFFSET OBLIGATIONS

Appropriate and adequate measures will be taken to prevent drainage of unitized substances from lands covered by the Poker Lake Unit Agreement or pursuant to applicable regulations.

MODIFICATIONS

In accordance with the terms and provisions of the Poker Lake Unit Agreement, this Plan of Development may be modified from time to time as a result of changing conditions.

EFFECTIVE DATE

This Plan of Development became effective on January 1, 2005.

If this Plan of Development meets with your approval, please so indicate by signing in the appropriate space provided below and return one (1) signed original to the undersigned for our records.

JWB:ca	J. Wayne Baney Division Landman
ACCEPTED AND AGREED this	, 2005.
	BUREAU OF LAND MANAGEMENT
	Ву:
	COMMISSIONER OF PUBLIC LANDS
	Ву:
	NEW MEXICO OIL CONSERVATION DIVISION
	By: Will Jour 3/82/05