

BASS ENTERPRISES PRODUCTION CO.

201 MAIN ST.
FORT WORTH, TEXAS 76102-3131
817/390-8400

March 7, 1995

Bureau of Land Management
P. O. Box 1397
Roswell, New Mexico 88201

Attention: Mr. Armando Lopez

Commissioner of Public Lands
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Attention: Mr. Floyd Prando

New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

Attention: Mr. William LeMay

Re: 1995 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 1995.

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.

1994 ACTIVITY

Poker Lake Unit Well No 79 - This well was drilled at a location being 660' FSL & 660' FWL, Section 2, T25S-R30E, Eddy County, New Mexico. This well was drilled to a total depth of 8,000' and completed as an oil well in the Delaware formation in the intervals 7,720' - 7,746'. This well will be submitted during the calendar year 1995, for commercial determination and a participating area.

March 7, 1995
Page 2

Poker Lake Unit Well No. 82 - This well was drilled at a location 660' FSL and 660' FEL, Section 24, T24S-R30E, Eddy County, New Mexico. The well was drilled to a total depth of 8,295' and completed as an oil well in the Delaware formation from perforations 7,853' - 7,980'. This well has been determined to be commercial and is part of the Delaware "B" Participating Area.

Poker Lake Unit Well No. 83 - This well was drilled at a location being 660' FNL & 660' FWL, Section 30, T24S-R30E, Eddy County, New Mexico. This well has been determined to be commercial and is part of the Delaware "B" Participating Area.

Poker Lake Unit Well No. 85 - This well was drilled at a location being 1,930' FNL & 710' FEL, Section 25, T24S-R30E, Eddy County, New Mexico. This well was drilled to a total depth of 8,150' and completed as an oil well in the Delaware formation in the intervals 7,803' - 7,954'. This well will be submitted during the calendar year 1995, for commercial determination and a participating area.

Poker Lake Unit Well No. 87 - This well was drilled at a location 1,880' FEL and 610' FNL, Section 25, T24S-R30E, Eddy County, New Mexico. The well was drilled to a total depth of 8,150' and completed as an oil well in the Delaware formation in the intervals 7,838' - 7,991'. This well will be submitted during the calendar year 1995, for commercial determination and a participating area.

Poker Lake Unit Well No. 89 - This well was drilled at a location being 2,310' FNL & 1,980' FEL, Section 25, T24S-R30E, Eddy County, New Mexico. This well was drilled to a total depth of 8,150' and completed as an oil well in the Delaware formation in the intervals 6,670' - 6,769'. This well will be submitted during the calendar year 1995, for commercial determination and a participating area.

Poker Lake Unit Well No. 98 - This well was drilled at a location 1,980' FNL and 660' FWL Section 30, T24S-R31E, Eddy County, New Mexico. The well was drilled to a total depth of 8,200' and completed in the Delaware formation in the intervals 7,983' - 8,001'. This well is within the Delaware "B" Participating Area and deemed commercial.

Poker Lake Unit Well No. 103 - This well was drilled at a location 1,980' FNL and 1,980' FWL, Section 25, T24S-R30E, Eddy County, New Mexico. This well was drilled to a total depth of 8,100' and completed as an oil well in the Delaware formation in the intervals 7,882' - 7,912'. This well will be submitted during the calendar year 1995, for commercial determination and a participating area.

Poker Lake Unit Well No. 107 - This well was drilled at a location being 1,980' FSL & 660' FEL, Section 26, T24S-R30E, Eddy County, New Mexico. This well was drilled to a total depth of 8,100' to test the Delaware. This well was plugged and abandoned.

PARTICIPATING AREAS

Bass Enterprises Production Co. has submitted all wells drilled to date where adequate production 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

Poker Lake Unit Well No. 105 - This well will be drilled at a location being 660' FNL, 1,980' FEL of Section 36, T24S-R30E, Eddy County, New Mexico to a proposed depth of 8,200' to test the Delaware Formation.

Poker Lake Unit Well No. 116 - This well will be drilled at a legal location 1,980' FWL, 1,980' FSL of Section 36, T24S-R30E, Eddy County, New Mexico to a proposed depth of 8,200' 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 shall become effective on January 1, 1995.

March 7, 1995
Page 4

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 us for our records.

Very truly yours,


J. Wayne Bailey
Division Landman

JWB:ca

ACCEPTED AND AGREED this 10th day of March, 1995.

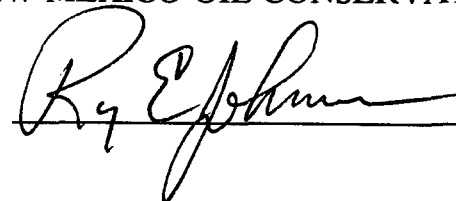
BUREAU OF LAND MANAGEMENT

By: _____

COMMISSIONER OF PUBLIC LANDS

By: _____

NEW MEXICO OIL CONSERVATION DIVISION

By:  _____

BASS ENTERPRISES PRODUCTION CO.

FIRST CITY BANK TOWER

201 MAIN ST.

FORT WORTH, TEXAS 76102

817/390-8400

May 3, 1995

Bureau of Land Management
P. O. Box 1397
Roswell, New Mexico 88201

Attention: Mr. Armando Lopez

Commissioner of Public Lands
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Attention: Mr. Floyd Prando

New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

Attention: Mr. William LeMay

Re: 1995 Plan of Development
Poker Lake Unit
Eddy County, New Mexico

Gentlemen:

Please reference that certain 1995 Plan of Development for the Poker Lake Unit submitted by Bass Enterprises Production Co. by letter dated February 27, 1995, a copy of which is attached hereto. In that regard, Bass hereby submits an amendment to said 1995 Plan of Development to add two wells which Bass intends to commence during 1995 as follows:


Poker Lake Unit Well No. 123 - This well will be drilled at a location 1,980' FSL, 1,980' FWL of Section 22, T24S-T31E, Eddy County, New Mexico to a proposed depth of 15,400' to test the Morrow Formation.

Poker Lake Unit Well No. 97 - This well will be drilled at a legal location 660' FNL and 1,980' FWL of Section 22, T24S-R31E, Eddy County, New Mexico to a proposed depth of 15,400' to test the Morrow Formation.

May 3, 1995
Page 2

In the event the above amendment to Bass' 1995 Plan of Development for the Poker Lake Unit meets with your approval, please so indicate by signing in the appropriate space below and return one (1) signed original to the undersigned for our records.

Very truly yours,


J. Wayne Bailey
Division Landman

JWB:ca

ACCEPTED AND AGREED this 5th day of May, 1995.

BUREAU OF LAND MANAGEMENT

By: _____

COMMISSIONER OF PUBLIC LANDS

By: _____

NEW MEXICO OIL CONSERVATION DIVISION

By:  _____

OIL CONSERVATION DIVISION
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State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

RAY POWELL, M.S., D.V.M.
COMMISSIONER

(505) 827-5760
FAX (505) 827-5766

May 15, 1995

Bass Enterprises Production Company
1st City Bank Tower
201 Main Street
Ft. Worth, Texas 76102

Attention: Mr. J. Wayne Bailey

Re: 1995 Plan of Development
Poker Lake Unit
Eddy County, New Mexico

Dear Mr. Bailey:

The Commissioner of Public Lands has this date approved the above-captioned Plan of Development. Our approval is subject to like approval by all other appropriate agencies.

The possibility of drainage by wells outside of the Unit Area and the need for further development of the unit may exist. You may be contacted at a later date regarding these possibilities.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY:

A handwritten signature in cursive script, appearing to read "Jami Bailey".

JAMI BAILEY, Deputy Director
Oil/Gas and Minerals Division
(505) 827-5745

Enclosure

RP/JB/cpm

cc: Reader File

BLM

OCD-Roy Johnson

CONSERVATION DIVISION
RECEIVED



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RAY POWELL, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

(505) 827-5760
FAX (505) 827-5766

August 11, 1995

Bass Enterprises Production Company
201 Main Street
Ft. Worth, Texas 76102-3131

Attention: Mr. Wayne Bailey

Re: Poker Lake Unit
Well Nos. 61, 62, 63, 64, 65, 66, 68
Commerciality Determinations
Corral Canyon Delaware Formation
Eddy County, New Mexico

Dear Mr. Bailey:

The Bureau of Land Management by their letter of July 17, 1995, has advised this office that the Poker Lake Unit Well Nos. 62, 63, 64, and 65 were determined to be capable of producing in paying quantities from the Delaware formation. In addition, the Unit Well Nos. 61, 66, and 68 were considered to be non-paying wells and are to produced on a lease basis.

Please be advised that the Commissioner of Public Lands concurs with the Bureau of Land Management's determinations that the Poker Lake Unit Well Nos. 62, 63, 64, 65 are commercial in the Delaware formation and entitled to participate in the Delaware Participating Area. The Well Nos. 61, 66 and 68 are considered to be non-paying wells and will be produced on a lease basis.

Please submit an application for the appropriate expansion of the Delaware Participating Area to this office for approval.

Bass Enterprises Production Company

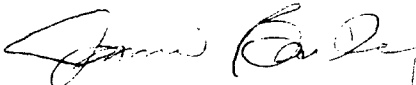
Page 2

August 11, 1995

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: 
JAMI BAILEY, Deputy Director
Oil/Gas and Minerals Division
(505) 827-5745

RP/JB/cpm

Enclosure

cc: Reader File

BLM-Farmington--Attention: Mr. Duane Spencer

OCD-Santa Fe--Attention: Mr. Roy Johnson

TRD--Attention: Mr. Valdean Severson