STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF BASS ENTERPRISES PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 13541

AFFIDAVIT OF RYAN P. DOBBS

STATE OF TEXAS)
) ss.
COUNTY OF TARRANT)

- I, Ryan P. Dobbs, being first duly sworn on oath, states as follows:
- 1. My name is Ryan P. Dobbs. I reside in Tarrant County, Texas. I am the Landman employed by Bass Enterprises Production Company ("Bass") who is familiar with the status of the lands in Section 32, Township 21 South, Range 28 East, NMPM, Eddy County, New Mexico.
- 2. Bass seeks an order pooling certain interest owners in the N/2 of Section 32 from the surface to the base of the Morrow formation to form a standard 320-acre gas spacing and proration unit for all formations or pools spaced on 320 acres within this vertical extent, which presently includes but is not necessarily limited to the Undesignated East Carlsbad-Wolfcamp, Undesignated East Carlsbad-Strawn and the Undesignated East Carlsbad-Morrow Gas Pools.
- 3. Bass owns a working interest in the N/2 of Section 32 and has dedicated this proposed spacing unit to its proposed Big Eddy Unit Well No. 149 (API 30-015-33972) located at a standard location in the SE/4 NE/4 (Unit H) of said Section 32 at a point 1980 from the North line and 660 feet from the East line at a depth sufficient to produce from the Morrow formation. Attachment A is a plat of the subject lands showing the proposed spacing unit and the well location.
- 4. The proposed Unit consists of a State of New Mexico oil and gas lease, a Bureau of Land Management oil and gas lease, and multiple fee oil and gas leases. Attachment B lists the nature and percentage of the ownership interests in the subject spacing and proration unit.
- 5. All leased mineral owners in the Unit have voluntarily agreed to pool their interests. This application has been instituted solely to pool the interest of the mineral interest owner who has not been located.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 13541 Exhibit No. 1
Submitted by:
Bass Enterprises Production Co.
Hearing Date: August 25, 2005

6. Bass has conducted a diligent search to locate the interest owner: Mr. Richard Michael Dome f/k/a Richard Michael Vargas whose last known address was 3013 North Springfield, Simi Valley, California. Bass has made the following attempts to locate Mr. Dome:

See Attachment C

7. Also, Myco Industries, Inc. made the following attempts to locate the interest owner:

See Attachment D

- 8. Bass requests that Mr. Dome's interests be pooled and Bass designated operator of the well and spacing unit.
- 9. Bass proposes overhead charges of \$7000 per month while drilling operations are being conducted and \$700 per month while well is producing.
- 10. Attachment E is a copy of the authorization for expenditure (AFE) submitted to all interest owners.
- 11. Attachment F is the letter giving proper notice of this hearing to Mr. Dome.
- 12. Approval of this application will avoid the drilling of unnecessary wells, will prevent waste, will protect correlative rights, and allow Bass and the other interest owners in the N/2 of Section 32 an opportunity to obtain their just and fair share of the oil and gas under the subject lands.

FURTHER AFFIANT SAYETH NOT.

SUBSCRIBED AND SWORN before me on this 22nd day of August, 2005.

My Commission Expires:

06-18-2006