District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico State of New Mexico RECEIVED Energy Minerals and Natural Resources

Form C-101 March 4, 2004

AUG 2 5 2004 Submit to appropriate District Office

Oil Conservation Division OCD-ARTESIA 1220 South St. Francis Dr.

State Lease - 6 Copies Fee Lease - 5 Copies

Santa Fe, NM 87505

☐ AMENDED REPORT

APPI OperatorNam	ICAT	IONFO	R PERMI	<u>T TO D</u>	<u>RILI</u>	<u>, RE-</u>	ENTI	ER, D	<u>EEPEI</u>	N, PLUGBA	CK,	<u>OR</u>	AD	D A ZONE
Bass Enter	rorises P	roduction	Co.							² OGRID Number	00	1801		
P. O. Box Midland,	Z/60 ГХ 7970)2								³ API Number 30 - 015-31	973			
³ Property	······	··· · · · · · · · · · · · · · · · · ·	⁵ Property				⁶ Well No.							
Code 1790	5		Name POK	ER LAK	E UNI	T								186
⁷ Surface							Locat	tion						•
UL or lot no.	Section 32	Township 233	Range 30E	Lot	Idn	Feet fro	om the	North/S SOU	South line ГН	Feet from the 1650	Eas: WE	t/Westl ST	line	County EDDY
			8 Proposed	Botton	n Hole	Locat	tion If	Diffe	rent Fro	om Surface				
UL or lot no.	Section	Townslaip	Range	Lot	Idn	Feet fro	om the	North/S	Southline	Feet from the	Eas	t/Westl	line	County
° ProposedPoo	11	I	 					10 Prop	osedPool 2	2				
NASH DRA	AW (DE	LAWARI	Ε)											
			<u>D</u> 1	<u>rilling P</u>	<u>it Loc</u>	ation a	nd O	ther In	<u>format</u>	ion				
UL or lot no.	Section	Township	Range	Lot	Idn	Feet fro	om the	North/S	South line	Feet from the	Eas	t/West	line	County
K	32	23S	30E			1750		SOUT	'H	1650	WE	ST		EDDY
Depth to		440'		Distance fresh wa	from near		1.5 MI	IFC		Distance from neares	it		15	MILES (SLT LAK
ground water 11 Work Type Co			ell Type Code	iresn wa		e/Rotary	1.5 IVII	LLO	14 Lease T	Sype Code		15 Gro		vel Elevation
N		0			R				S			327	0'	
16 Multiple			posed Depth		18 Form		19 Contractor			²⁰ Spud Date				
NO		768		•		AWAR				WOLF #15			9/16	/2004
				1 Propos	sed Ca	asing a	nd Ce	ement	Prograi	m				
Hole Size Casing Size Casing weight/foot					/foot		Setting D	epth	Sacks of Ce	ement			Estimated TOC	
12-1/4"	12-1/4" 8-5/8" 28#				625' 324					SUR	FACE			
7-7/8"					7680'	7680' 730					3133	' (500' ABOVE		
												-		ER MCST PAY
												-	ZON	
 												+	LOI	
²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. SURFACE IS OWNED BY THE STATE OF NEW MEXICO. ATTACHED IS A DRILLING PROGNOSIS AND BOP PROGRAM.														
13.7.1	<u>ى</u>	<u> 20 Pet</u>	- 11	Or de			. 10	rash	a na		<u> </u>			
23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines □, a general permit □, or					<u>e</u>	OIL CONSERVATION DIVISION								
an (attached) alternative OCD-approved plan.					,	Appro	ved by:							
Signature: Cind Do 2 11MV					1.7 MW				T	M V	V. C	SUN	6	
Printed name:	Cindi (Goodman	<u> </u>				Title:			DISTRIC*	TI	SU	PEF	RVISOR
Title:	Produc	tion Clerk					Appro	val Date:	SEP	1 6 2004 E	xpirati	on Dat	te: &	ED i & soor
E-mail Address	s: cdgood	lman@bas	sspet.com							E007			3	DEL TA SOUT
Date: 08/10	6/2004		Phone:	(432)683	-2277		Condit Attach	tionsof A	pproval:	-				oil, gas and
				· · · · · · · · · · · · · · · · · · ·			Auacii			<i>★</i> ₩8	ater	bear	ring	zones.

DISTRICT I 1875 N. Prench Dr., Hobbs, KM 88240 State of New Mexico

Form C-102 Revised March 17, 1999

DISTRICT II 811 South First, Artesia, NN 88210 Energy, Minerals and Satural Besources Department

DISTRICT III 1000 Rio Brazos Rd., Axtec, NM 87410

OIL CONSERVATION DIVISION 2040 South Pacheco

Britamit to Appropriate CO State Lease - 4 Coptes WID PRODUCTION

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87605 Santa Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

			₹ D /
API Number	Pool Code	Pool Name	
	47545	Nash Draw (Delaware)	
Property Code	Pr	operty Name	Well Number
001796	POKER	LAKE UNIT	186
OGRID No.	Ор	erator Name	Elevation
001801	BASS ENTERPRISES	PRODUCTION COMPANY	3270 °

Surface Location

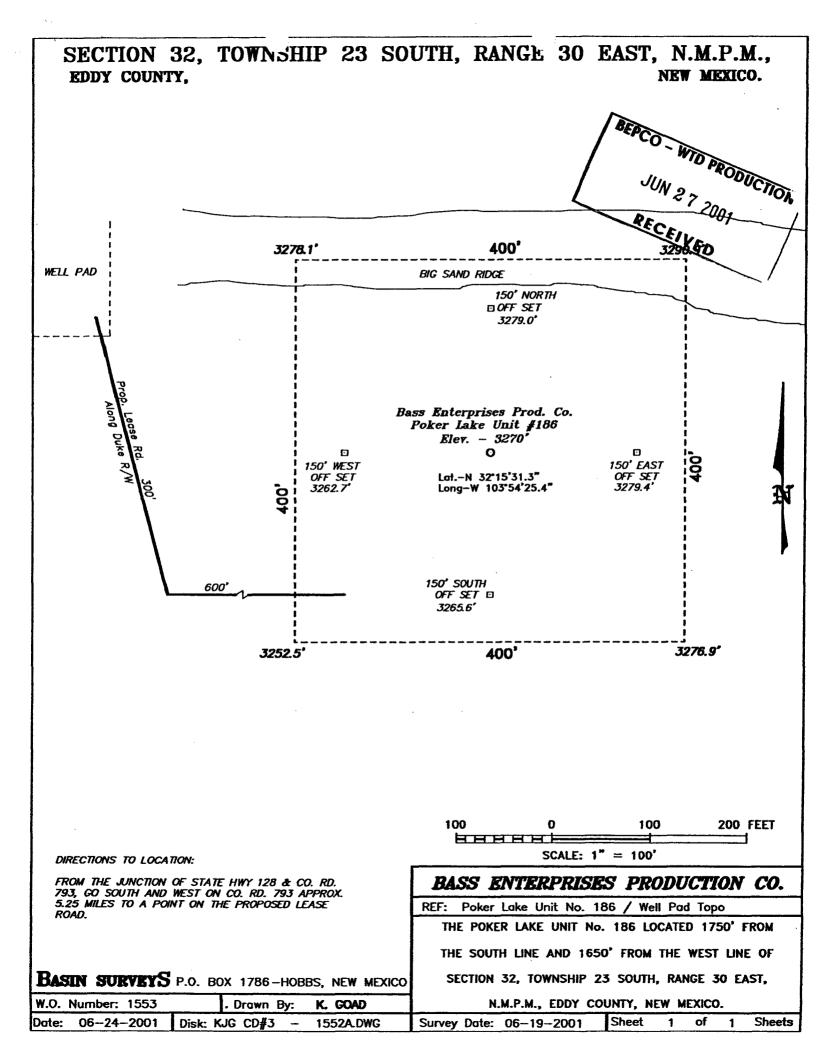
K 32 23 S 30 E 1750 SOUTH 1650 WEST EDDY	UL or lot	No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
	K		32	23 S	30 E		1750	SOUTH	1650	WEST	EDDY

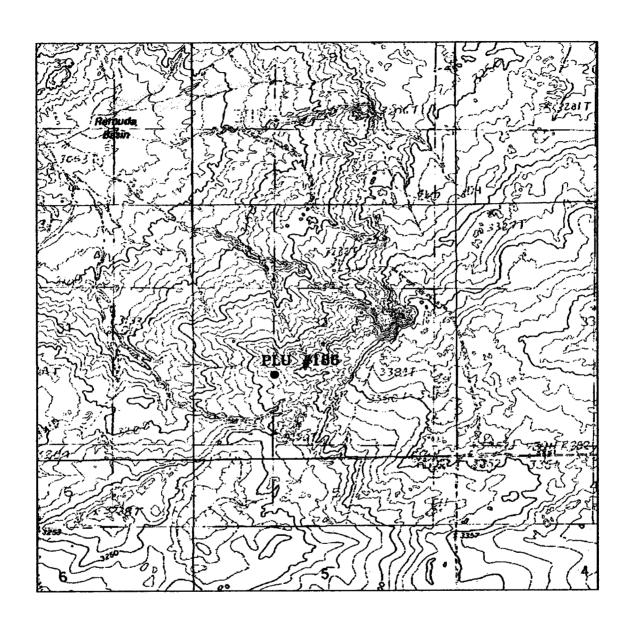
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	Infill Co	nsolidation (Code Or	der 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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
	William R. Dannely Signature
	William R. Dannels Printed Name Division Drilling Supt.
	Title 8/18/04 Date
	SURVEYOR CERTIFICATION
3278.1' 3290.9'	I hereby certify that the well location shown on this plat was platted from field notes of actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief.
1650' LAT - N32'15'31.3" LONG - W103'54'25.4" (NAD83)	June 19, 2001 Date Supreget V L. JONG
1,02,0	Protestation (18 mark)
	Certificate Repression 1977 BASIN SURVEYS





POKER LAKE UNIT #186 Located at 1750' FSL and 1650' FWL Section 32, Township 23 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

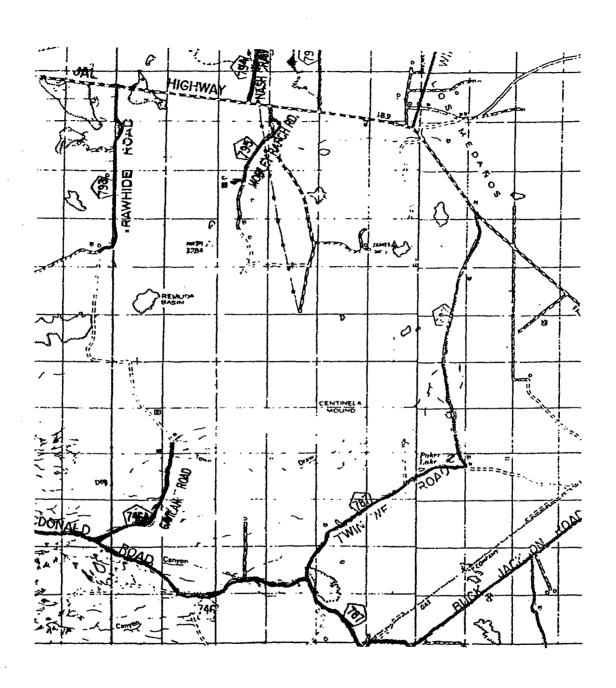
Date: 06-24-2001



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:	1552AA - KJG CD#3
Survey Date:	06-19-2001
Scale: 1" = 20	000,

BASS ENTERPRISES PRODUCTION CO.



POKER LAKE UNIT #186 Located at 1750' FSL and 1650' FWL Section 32, Township 23 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:	1552AA - KJG CD#3
Survey Date:	06-19-2001
Scale: 1" = 2	MILES
Date: 06-24-	-2001

BASS ENTERPRISES PRODUCTION CO.

EIGHT POINT DRILLING PROGRAM BASS ENTERPRISES PRODUCTION CO.

NAME OF WELL: POKER LAKE UNIT #186

LEGAL DESCRIPTION - SURFACE: 1750' FSL & 1650' FWL, Section 32, T-23-S, R-30-E, Eddy County, New Mexico.

POINT 1: ESTIMATED FORMATION TOPS

(See No. 2 Below)

POINT 2: WATER, OIL, GAS AND/OR MINERAL BEARING FORMATIONS

Anticipated Formation Tops: KB 3288' (est) GL 3270'

FORMATION	ESTIMATED TOP FROM KB	ESTIMATED SUBSEATOP	BEARING
T/Salt	683'	+2605'	Barren
B/Salt	3388'	- 100'	Barren
T/Lamar	3593'	- 305'	Barren
T/Ramsey Sand	3633'	- 345'	Oil/Gas
T/ Lwr Brushy Canyon U Sand	7156'	-3868'	Oil/Gas
T/ Lwr Brushy Canyon Y Sand	7300'	-4012'	Oil/Gas
T/Bone Spring Lime	7431'	-4143'	Barren
TD	7680'	-4392'	

POINT 3: CASING PROGRAM

TYPE	INTERVALS	PURPOSE	CONDITION .
16"	0 - 40'	Conductor	New
8-5/8", 24#, J-55, LTC	0 - 625'	Surface	New
5-1/2", 15.5#, J-55, LTC	0 - 6500'	Production	New
5-1/2", 17#, J-55, LT&C	6500 - 7680'	Production	New

POINT 4: PRESSURE CONTROL EQUIPMENT (SEE ATTACHED DIAGRAMS)

A BOP equivalent to Diagram 1 will be nippled up on the surface casing head. The BOP stack, choke, kill lines, kelly cocks, inside BOP, etc. will be hydro-tested. A high pressure test (1000 psi) and a low pressure (200 psi) test will be required. These tests will be performed:

- a) Upon installation
- b) After any component changes
- c) Fifteen days after a previous test
- d) As required by well conditions

A function test to insure that the preventers are operating correctly will be performed on each trip.

POINT 5: MUD PROGRAM

<u>DEPTH</u>	MUD TYPE	<u>WEIGHT</u>	<u>FV</u>	PV	<u>YP_</u>	<u>FL</u>	<u>Ph</u>
0' - 625'	FW Spud Mud	8.5 - 9.2	70-38	NC	NC	NC	10
625' - 5600'	Brine Water	9.8 - 10.2	28-30	NC	NC	NC	9.5-10.5
5600' - 7680'	Brine Wtr/Diesel	8.8 - 9.0	34-40	8	2	<25 cc	
	Emulsion Mud						

^{*}May increse vis for logging purposes only.

POINT 6: TECHNICAL STAGES OF OPERATION

A) TESTING

None anticipated.

B) LOGGING

GR-CNL-LDT-AIT from TD to base of salt (+/-3388). GR-CNL CAL from Base of salt to surface.

C) CONVENTIONAL CORING

None anticipated.

D) CEMENT

INTERVAL SURFACE:	AMOUNT SXS	FT OF FILL	TYPE	GALS/SX	PPG	FT ³ /SX
Lead 0 - 325' (100% excess circ to surface)	141	325	Permian Basin Critical Zone + 1/4 pps Flocele	10.4	12.8	1.90
Tail 325-625' (100% excess circ to surface)	183	300	Prem Plus + 2% CaCl ₂ + ¼ pps Flocele	6.33	14.8	1.35
PRODUCTION: Sin 3133' - 7680' (+ 50	gle stage w/ Zone Sea % excess)	ıl Cement.				
Base Slurry		4547	Premium Plus + 2% Zone Sealant 2000	6.32	9.1-14.5	2.3-1.39

E) DIRECTIONAL DRILLING

No directional services anticipated.

POINT 7: ANTICIPATED RESERVOIR CONDITIONS

Normal pressures are anticipated throughout Delaware section. A BHP of 3244 psi (max) of MWE of 8.4 ppg is expected. Lost circulation may exist in the Delaware section from 5600-7680'. No H_2S is anticipated.

POINT 8: OTHER PERTINENT INFORMATION

A) Auxiliary Equipment

Upper and lower kelly cocks. Full opening stab in valve on the rig floor.

B) Anticipated Starting Date

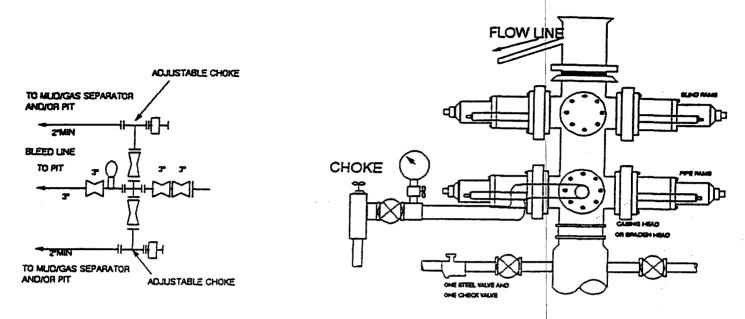
Upon approval

14 days drilling operations

10 days completion operations

BGH/cdg August 19, 2004

2000 PSI WP



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

- A. One double gate blowout preventer with lower rams for pipe and upper rams blind, all hydraulically controlled.
- B. Opening on preventers between rams to be flanged, studded or clamped and at least two inches in diameter.
- C. All connections from operating manifold to preventers to be all steel hose or tube a minimum of one inch in diameter.
- D. The available closing pressure shall be at least 15% in excess of that required with sufficient volume to operate (close, open, and re-close) the preventers.
- E. All connections to and from preventers to have a pressure rating equivalent to that of the BOP's.
- F. Manual controls to be installed before drilling cement plug.
- G. Valve to control flow through drill pipe to be located on rig floor.
- H. All chokes will be adjustable. Choke spool may be used between rams.