Form 3160-3 (August 1999) 0023

DEPAF BUREA If earthen pits are used is association with the drilling of this well, an OCD pit permit must be obtained prior to pit construction.

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

5. Lease Serial No. NMNM02860

6. If Indian, Allottee or Tribe Name

· · · · · · · · · · · · · · · · · · ·			
1a. Type of Work: ☑ DRILL ☐ REENTER	CONFIDENTIAL	7. If Unit or CA Agreement, NMNM71016X	Name and No.
1b. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Oth	ner Single Zone Multiple Zone	Lease Name and Well No.     POKER LAKE UNIT 213	
2. Name of Operator Contact:	CINDI GOODMAN E-Mail: cdgoodman@basspet.com	9. API Well No.	3859
3a. Address P O BOX 2760 MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432.683.2277 Fx: 432.687.0329	10. Field and Pool, or Explor NASH DRAW-DELAV	
4. Location of Well (Report location clearly and in accorded	ince with any State requirements.*)	11. Sec., T., R., M., or Blk. a	nd Survey or Area
At proposed prod. zone SESE 860FSL 660FEL 32.	·- · · · ·	Sec 18 T24S R30E M SME: BLM	ler NMP
14. Distance in miles and direction from nearest town or post 14 MILES EAST OF MALAGA NM	SECRETARY'S POTASH	12. County or Parish EDDY	13. State NM
<ol> <li>Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 4420'</li> </ol>	16. No. of Acres in Lease 2520.68 <b>マイラコ</b> ルロション	17. Spacing Unit dedicated to 40.00	o this well
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 932	19. Proposed Depth #907 L 330 7700 MD 7700 TVD	20. BLM/BIA Bond No. on f	île
21. Elevations (Show whether DF, KB, RT, GL, etc. 3198 GL	22. Approximate date work will start 10/28/2004	23. Estimated duration 12 DAYS	
	24. Attachments CARLSBA	D CONTROLLED WATE	ER BASIN
<ol> <li>The following, completed in accordance with the requirements of</li> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of</li> </ol>	4. Bond to cover the operation ltem 20 above).  Example 1	this form: ons unless covered by an existing formation and/or plans as may b	
25. Signature (Electronic Submission)	Name (Printed/Typed) CINDI GOODMAN		Date 09/28/2004
Title AUTHORIZED REPRESENTATIVE			
Approved by (Signature)	Name (Printed/Typed)	S 100 SQ 1	Date
5/ Janue L. Gamby		ub y-	2 DEC 2004
ACTING STATE DIRECTOR	Office NM STATE OFFI		
Application approval does not warrant or certify the applicant ho operations thereon.  Conditions of approval, if any, are attached.		ease which would entitle the app LFOR 1 YEAR	olicant to conduct

Additional Operator Remarks (see next page)

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic Submission #36755 verified by the BLM Well Information System For BASS ENTERPRISES PRODUCTION CO, sent to the Carlsbad Committed to AFMSS for processing by LINDA ASKWIG on 09/29/2004 (04LA0868AE)

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS
AND SPECIAL STIPULATIONS
ATTACHED

# Additional Operator Remarks:

Surface casing to be set into Rustler below all fresh water sands.
Production casing will be cemented using Zone Seal Cement.
Drilling Procedure, BOP Diagram, Anticiapted tops & surface plans attached.

This well is located inside the Secretary's Potash area and outside the R-111 Potash area. There are no potash leases within 1 mile of this location.

DISTRICT I

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

1825 N. French Dr., Hobbs, NM 58240 DISTRICT II 811 South First, Artesia, NM 68210

Submit to Appropriate District Office State Lease - 4 Copies

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION 2040 South Pacheco

Fee Lease - 3 Copies

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 57505 Santa Fe, New Mexico 87504-2088

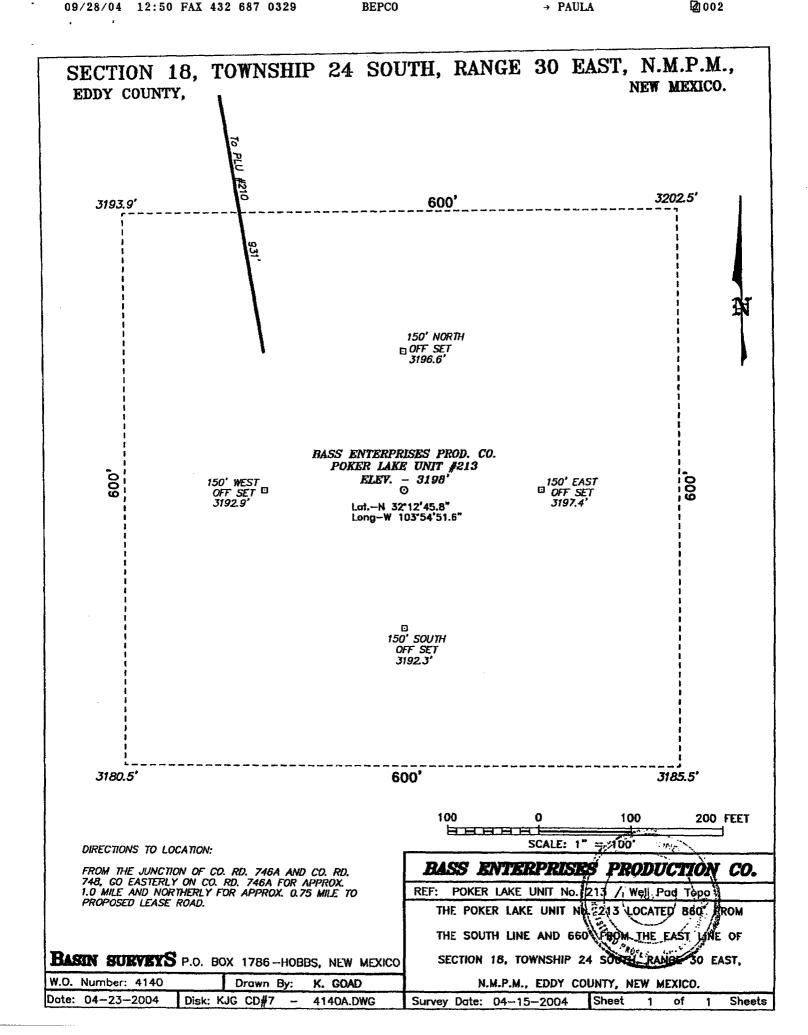
AMENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

API	API Number			ool Code		Paol Name			
Í			4754	<del>1</del> 5	NASI	NASH DRAW (DELAWARE)			
Property C	ode		Property Name Well Number						
001796				Р	OKER LAKE	UNIT		21	3
OGRID No	).				Operator Nam	70		Elevat	
001801			BASS	ENTERP	RISES PROD	UCTION COMP.	ANY	3198	3 <b>'</b>
			Surface Location						
UL or lot No.	Section	Township	Range	nge Lot ldn Feet from the North/South line Feet from the				East/West line	County
Р	18	24 S	30 E	860 SOUTH 660				EAST	EDDY
			Bottom	Hole Loc	cation If Diffe	erent From Sur	face		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	rom the North/South line   Feet from the			County
							ļ		
Dedicated Acre	Joint o	r Infill Co	nsplidation (	Code Or	der No.	· · · · · · · · · · · · · · · · · · ·	<del></del>	B	<del></del>
40	N			1					
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

				OPERATOR CERTIFICATION  I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
LOT 1 - 40.80 AC.	40.83 AC.	40.82 AC.	40.83 AC.	William R. Normel
				W.R. DANNELS Printed Name DIVISION DRILLING SUPT. Title 9/27/2004 Date
LOT 2 - 40.85 AC.	40.81 AC.	40.79 AC.	40.79 AC.	SURVEYOR CERTIFICATION
				I hereby certify that the well location shown on this plat was plotted 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 beliaf.
LOT 3 - 40.80 AC.	40.80 AC.	40.77 AC.	40.72 AC.	Date Survey GART L. JONES
		LAT ~ N32*12'45.8" LONG ~ W103*54'51.6"	3193.9' 3202.5' 0 660' 3180.5' 5 3185.5'	Signature Sept of MEXICO Professional Survivor CO Sept of MEXICO CONTROL OF THE PROFESSION OF THE PROF
LOT 4 - 40.84 AC.	40.77 AC.	40.74 AC.	// 40.69 AC./	BASIN SURVEYS



# EIGHT POINT DRILLING PROGRAM BASS ENTERPRISES PRODUCTION CO.

#### NAME OF WELL: Poker Lake Unit #213

LEGAL DESCRIPTION - SURFACE: 860' FSL & 660' FEL, Section 18, T-24-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 3218' (est)

GL 3198'

FORMATION	ESTIMATED TOP FROM KB	ESTIMATED SUBSEA TOP	BEARING
T/Rustler	358'	+2860'	Barren
B/Rustler	618'	+2600'	Barren
T/Salt	668'	+2550'	Barren
B/Salt	3288'	-70'	Barren
T/Lamar Lime	3501'	-283'	Barren
T/Ramsey	3527'	-309'	Oil/Gas
T/Lwr Brushy Canyon "8" A	7033'	-3815'	Oil/Gas
T/Bone Spring	7318'	-4100'	Oil/Gas
T/Avalon	7418'	-4200'	Oil/Gas
TD	7700'	-4482'	

#### **POINT 3: CASING PROGRAM**

TYPE WITNESS	INTERVALS	PURPOSE	CONDITION
• •	0'- 40'	Conductor	Contractor Discretion
8-5/8", 28#, J-55, ST&C	0'- 610'	Surface	New
5-1/2°, 15.5#, J-55, LT&C	0' -6500'	Production	New
5-1/2", 15.5#, L-80, LT&C	6500' -7700'	Production	New

#### POINT 4: PRESSURE CONTROL EQUIPMENT (SEE ATTACHED DIAGRAM)

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 to 70% of internal yield pressure of casing. In addition to the high pressure test, 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.

2

#### **POINT 5: MUD PROGRAM**

DEPTH	MUD TYPE	WEIGHT	FV	PV	YP	_FL	Ph
0' - 610'	FW Spud Mud	8.5 - 9.2	70-38	NC	NC	NC	10.0
610' - 5600'	Brine Water	9.8 -10.2	28-30	NC	NC	NC	9.5~10.5
5600' - TD'	Brine Water/Diese	8.8 - 9.0	32-40	8	2	<25 cc	9.5 – 10.0

<sup>\*</sup>May increase 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 (+/- 3288'). GR-CNL-CAL from base of Salt to surface.

#### C) CONVENTIONAL CORING

None anticipated.

#### D) CEMENT

INTERVAL SURFACE:	AMOUNT SXS	FT OF	ТҮРЕ	GALS/SX	PPG	FT³/SX		
Lead 0 - 310' (100% excess circ to surface)	200	310	Permian Basin Critical Zone + ¼# Flocele	10.4	12.8	1.90		
Tail 310-610' (100% excess circ to surface)	200	300	Prem Plus + 2% CaCl <sub>2</sub> + 1/# Flocele	6.33	14.8	1.35		
PRODUCTION:							COMPR Nitrogen	ESSIVE Strength
Base Slurry w/nitrogen 3037-7700' + (50% excess)	750	4573	Premium Plus + 2% Zone Sealant 2000	6.32 9.1-	14.5	2.3-1.39	300/600 scf/bbl	1200

#### E) DIRECTIONAL DRILLING

No directional services anticipated.

# **POINT 7: ANTICIPATED RESERVOIR CONDITIONS**

Normal pressures are anticipated throughout Delaware section. A BHP of 3310 psi (max) or MWE of 8.7 ppg is expected. Lost circulation may exist in the Delaware Section from 3527-7318'. No H<sub>s</sub>S is anticipated.

3

# **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

12 days drilling operations

14 days completion operations

FDC/cdg September 27, 2004

#### **MULTI-POINT SURFACE USE PLAN**

# NAME OF WELL: Poker Lake Unit #213

LEGAL DESCRIPTION - SURFACE: 860' FSL & 660' FEL, Section 18, T-24-S, R-30-E, Eddy County, New Mexico.

#### **POINT 1: EXISTING ROADS**

A) Proposed Well Site Location:

See Exhibit A, C and Survey Plats

B) Existing Roads:

From Carlsbad, New Mexico, go 8 miles south on Highway 285 to Highway 31. Turn north and 7 miles on Highway 31. Turn east on Highway 128 and go 4 miles to Rawhide Road (located between mile markers 4 and 5). Turn southeast onto Rawhide Road and go approximately 9.0 miles southerly. Turn west on lease road.

C) Existing Road Maintenance or Improvement Plan:

See Exhibit A, C and Survey Plats.

#### **POINT 2: NEW PLANNED ACCESS ROUTE**

A) Route Location:

See Exhibit A ,C and C-1. No new access road required.

B) Width

Not Applicable

C) Maximum Grade

Not applicable

D) Turnout Ditches

Not Applicable

E) Culverts, Cattle Guards, and Surfacing Equipment

Not Applicable

#### **POINT 3: LOCATION OF EXISTING WELLS**

Exhibits A, C and C-1 indicates existing wells within the surrounding area.

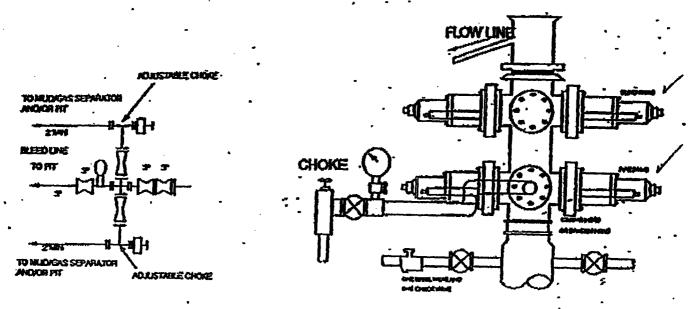
05/18/04 08:34 FAX 432 687 0329

BEPCO

→ PAULA

図015

# 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.
- 8. 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.
- O. 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. Hanual 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 raws.

