Form 3160-5 (August 1999)

## N.M. Oli Cons. DN-US. 2

## UNITED STATES 201 W. Grand Avenue DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENTS 18, NIM 88210

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

## SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NMNM02860

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on reverse side  1. Type of Well						7. If Unit or CA/Agreement, Name and/or No. NMNM71016		
XI Oil Well    Gas Well  Other					8. Well Name and No. POKER LAKE UNIT #214			
2. Name of Operator Bass Enterprises Production Co.					9. API Well No.			
3a. Address P. O. Box 2760 Midland TX	3b. Phone N (432)683-	3b. Phone No. (include area code) (432)683-2277 RECEIVED			30-015-33860 10. Field and Pool, or Exploratory Area			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description SEC 19, T24S, R30E, UL B, 510 FNL, 1980 FEL 32.12322 N LAT, 103.55070 W LON		RECEIVED		IVED	NASH DRAW - DELAWARE			
		APR 1 2 2005 OCD-MATERIA			11. County or Parish, State EDDY NM			
12. CHECK AF	PPROPRIATE BOX(ES) TO	INDICATI	E NATURE C	F NOTICE, R	EPORT, O	R OT	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent  Subsequent Report	X Alter Casing	Deepen Fracture T New Cons		Production (Start Reclamation	Resume)		Water Shut-Off Well Integrity	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and A☐ Plug Back	Abandon	Recomplete Temporarily Aba Water Disposal	ndon	U 1	Other	
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  Bass Enterprises Production Co. proposes to alter the casing program previously approved on 06/16/04. As Bass has stepped out in a southerly direction from the existing Nash Draw (Delaware) Field, we have encountered a couple of problems. The first problem has been lost circulation below the surface casing. As a general field rule, we have tried to set our surface casing deep into or below the base of the Rustler staying 50-100' above the salt top. When successfully set in this manner, all fresh water zones are protected and all lost circulation zones have been cased off to drill the salt and anhydrite section. However, moving southward we are encountering a lack of good well control and the presence of unpredictable sink holes which have made picking salt tops difficult. Therefore, we propose to rig up a mudlogger from spud and drill a 14-3/4" hole to the salt top. Once salt is penetrated by 15-20', we will pick up above the salt and set our 11-3/4" surface casing. If circulation is lost prior to reaching the salt top, drill times should give a good indication of the salt top as described above, it will take the guess work out of picking salt tops and eliminate the need for shallow open hole squeeze work below the surface casing.								
I hereby certify that the foregoing is true and correct     Name (Printed/Typed)  Cindi Goodman			Title Production Clerk					
Signature Cindi Sood			Date 04/05/2005					
	THIS SPACE FO	OR FEDERA	Charles Take Artist Control of	de la company	1.0			
Approved by (ORIG. SGD.) ALEXIS C. SWOBODA			<b>HELINC</b>	HEUM ENG	MEERO	ate A	PR 0 8 2005	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.								

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

fraudulent statements or representations as to any matter within its jurisdiction.

The second problem encountered is the presence of "free flowing sand" at or near the base of salt. This "troublesome sand" was found at  $\pm$  1500',  $\pm$  1800',  $\pm$  1950', and  $\pm$  2300' in our PLU #217 well. Only mudding up with a high viscous mud removes this sand from the wellbore and when that is accomplished the resultant mud weight is too high for the low frac gradient in the Delaware Lower Brushy Canyon zones. Therefore, we are proposing to drill below the surface casing with an 11" hole. If "free flowing sand" is encountered, we will mud up, set an 8-5/8" intermediate string above the Delaware in the Lamar Lime, and drill to the PTD with fresh water. If no sand is encountered, we plan to reduce the hole size at the top of the Delaware to 7-7/8" and continue with the brine system to 5600' then switch to our brine water - diesel emulsion mud system already being used in the field to reach the PTD. After electric logging, a 5-1/2" production string will be run and cemented in either case. Practical and prudent drilling operations can be achieved through the flexibility being granted with this request. See attached diagram.

Also, we would like to modify the reserve pit configuration to accommodate all the drilling scenarios discussed above. See attached diagram.

## BASS ENTERPRISES PRODUCTION COMPANY

Poker Lake Unit #214 Grey Wolf Rig 15

