

District I,
1625 N French Drive, Hobbs, NM 88240

District II

1101 W Grand Avenue, Artesia, NM 88211

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

AUG 23 2007

Form C-107A
Revised June 10, 2003

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, New Mexico 87505

OCD-ARTESIA

APPLICATION TYPE

☒ Single Well

☐ Establish Pre-Approved Pools

EXISTING WELLBORE

☒ Yes ☐ No

APPLICATION FOR DOWNHOLE COMMINGLING

BEPCO, L.P.

P.O. BOX 2760 MIDLAND, TX 79702-2760

Operator

Address

Big Eddy Unit

151

UL H, Sec. 30, T21S, R28E

Eddy

Lease

Well No.

Unit Letter-Section-Township-Range

County

OGRID No. 001801 Property Code 001776 API No. 30-015-33157 Lease Type: ☒ Federal ☐ State ☐ Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Carlsbad, East (Strawn)		Carlsbad, East (Morrow)
Pool Code	74080		73920
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	10607-10742'		11705-11802'
Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	NA		NA
Oil Gravity or Gas BTU (Degree API or Gas BTU)	1052		998
Producing, Shut-In or New Zone	Producing		Shut-In
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: 08/14/2007 Rates: 0/5mcf/0	Date: Rates:	Date: 05/20/2007 Rates: 0/95MCF/0
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas 0 % 5.0 %	Oil Gas % %	Oil Gas 0 % 95. %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones?

Yes ☒ No ☐

If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?

Yes ☐ No ☐

Are all produced fluids from all commingled zones compatible with each other?

Yes ☒ No ☐

Will commingling decrease the value of production?

Yes ☐ No ☒

If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?

Yes ☒ No ☐

NMOCD Reference Case No. applicable to this well: _____

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

Production curve for each zone for at least one year. (If not available, attach explanation.)

For zones with no production history, estimated production rates and supporting data.

Data to support allocation method or formula.

Notification list of working, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools

List of all operators within the proposed Pre-Approved Pools

Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.

Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Ann Moore TITLE PRODUCTION CLERK DATE 08/20/2007

TYPE OR PRINT NAME ANN MOORE TELEPHONE NO. () (432)683-2277

E-MAIL ADDRESS camoorebasspet.com

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State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised March 17, 1999

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-33157	Pool Code 73920	Pool Name Carlsbad; Morrow, EAST
Property Code	Property Name BIG EDDY UNIT	Well Number 151
GRID No.	Operator Name BASS ENTERPRISES PRODUCTION COMPANY	Elevation 3178'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	30	21 S	28 E		1650	NORTH	990	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No. Same	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order 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

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>[Signature]</i> Signature W.R. DANNELS Printed Name DIVISION DRILLING SUPT. Title 12/12/05 Date</p>	
	<p>SURVEYOR CERTIFICATION</p> <p>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 supervision and that the same is true and correct to the best of my belief.</p> <p>OCTOBER 30, 2003 Date Surveyed</p>	
	<p>Signature <i>[Signature]</i> Professional Surveyor 7977 Certificate No. 3745 Certified by Gary L. Jones 7977</p>	
	<p>319.98 Acres Measured</p>	

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	Certified No. Gary L. Jones 1977

APPLICATION FOR DOWNHOLE COMMINGLE – BEU 151

The Big Eddy Unit 151 has not produced from the Morrow for approximately 3 months now. Based on past production in the Morrow and current production from the Strawn, production will be allocated on a 5% Strawn and 95% Morrow formula. All working, royalty and overriding royalty interests are the same in these unitized two zones. The well is estimated to continue producing approximately 100 mcf/day.

The BLM has granted this downhole commingle with like approval by the state. A copy of this application has been sent to them simultaneous with this filing.