



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

March 7, 2006

Bass Enterprises Production Company
P.O. Box 2760
Midland, TX 79702
Attn: Cindi Goodman or To Whom It May Concern

**Shut In-order for Bass Enterprises Production Company: James Ranch Unit # 87,
located in Unit N of Section 6, T-23-S R-31-E, 250' FSL & 1980' FWL, Eddy Co., NM
API # 30-015-34277**

Please note that under Rule 40, the OCD may approve your APD's to drill. However, under Rule 40 if you are out of compliance when the well is completed, we cannot approve an allowable for this well. You may regain compliance by properly TA, P&A, return the out of compliance wells back to production, or enter into an Agreed Compliance Order ("ACO") with the OCD to return these wells to compliance within a certain time frame. If you choose an ACO, please contact Gail MacQuesten with our Santa Fe Office at (505) 476-3451.

By the rules and regulations of NMOCD Rule 40, this well is to be shut-in March 7, 2006.

Respectfully Yours,

Bryan G. Arrant
District II Geologist-Artesia
505-748-1283 ext 103

CC: Tim Gum, District Supervisor-Artesia
Daniel Sanchez, Enforcement & Compliance Manager-Santa Fe
Gail MacQuesten, Legal Council-Santa Fe
Well File
Shell Trading
Sid Richardson Gas