EIGHT POINT DRILLING PROGRAM BASS ENTERPRISES PRODUCTION CO.

NAME OF WELL: JAMES RANCH UNIT #32

LEGAL DESCRIPTION - SURFACE: 760' FSL & 2000' FEL, Section 36, T-22-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 3320' (est)

GL 3306'

FORMATION	ESTIMATED TOP FROM KB	ESTIMATED SUBSEA TOP	BEARING
T/Rustler	213'	+3107'	Barren
T/Salt	643'	+2677'	Barren
T/Lamar	3823'	- 503'	Barren
T/Ramsey	3868'	- 548'	Barren
T/Brushy Canyon	6353'	- 3033'	Oil/Gas
T/Shell Marker	6688'	- 3368'	Oil/Gas
T/8A Lower Brushy	7373'	- 4053'	Oil/Gas
T/Bone Spring	7660'	- 4340'	Oil/Gas
TD TD TD	8000'	- 4680'	

POINT 3: CASING PROGRAM

TYPE	INTERVALS	<u>PURPOSE</u>	CONDITION
13-3/8", 48#, WC-40, STC	0- 540'	Surface	New
8-5/8", 28# & 32#, WC-50, STC	0-3840'	Intermediate	New
5-1/2" 15.50# & 17#, K-55, LTC	0-8000'	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. When testing, the BOP stack, choke, kill lines, kelly cocks, inside BOP, etc. will be hydro-tested to the lowest rated working pressure of the equipment being tested. In addition to the rated working 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