

BASS ENTERPRISES PRODUCTION CO.

6 DESTA DRIVE, SUITE 3700
P.O. BOX 2760
MIDLAND, TEXAS 79702

FAX (915) 687-0086

(915) 683-2277

December 28, 1993

Re: Off-Lease Storage
and/or Measurement With
James Ranch Unit #30 Lease
and James Ranch Unit #7 Lease
29002397-A, SW 1/4 of NE 1/4
of Section 6, T-23-S, R-31-E
Eddy County, New Mexico

Mr. Mike Stogner
New Mexico Oil Conservation
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stogner:

Bass Enterprises Production Co. respectively requests approval of Off-Lease Storage and Measurement of production from the James Ranch Unit #30 Lease. Production from the James Ranch Unit #30 will be metered separately at the James Ranch Unit #7 Battery prior to being commingled with production from the James Ranch Unit #7 Lease. Approval of this request for Off-Lease Storage and Measurement will allow for more efficient operations with a consolidated battery by reducing the number of stock tanks (2) and water tanks (1). Surface disturbance will also be minimized by using the existing facility. Full wellstream production will be transported via flowline to a three phase heater treater. Oil, water and gas will be separated at this vessel. The oil and water will be metered prior to being stored in the commingled stock tanks and water tank. The gas will be metered via a separate sales meter. Estimated production from the James Ranch Unit #30 lease will be 347 BO and 118 BW and 425 MCF per day. The James Ranch Unit #7 produces 13 BO and 0 BW and 40 MCF per day.

If you have any questions, please contact Keith Bucy or myself at the letterhead address.

Very truly yours,

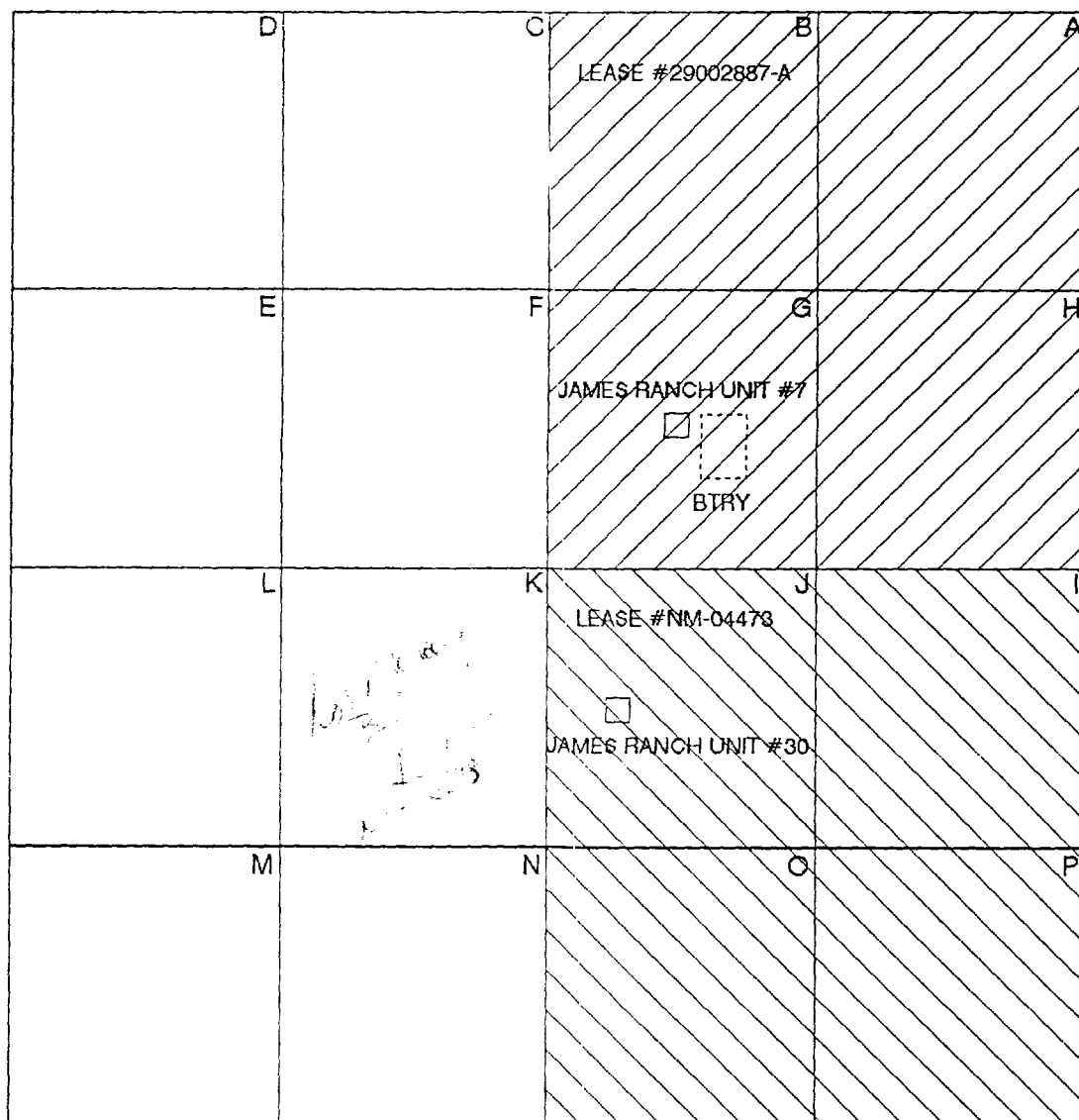


George A. Teer
Division Production Manager


GAT:KEB:RCH:ggr
Attachments

Certified Mail: P 237 023 537

BASS ENTERPRISES PRODUCTION COMPANY
WELL LOCATION PLAT
JAMES RANCH UNIT #7 UNIT LETTER G, LEASE #29002887-A
JAMES RANCH UNIT #30 UNIT LETTER J, LEASE #NM-04473
EDDY COUNTY, NEW MEXICO



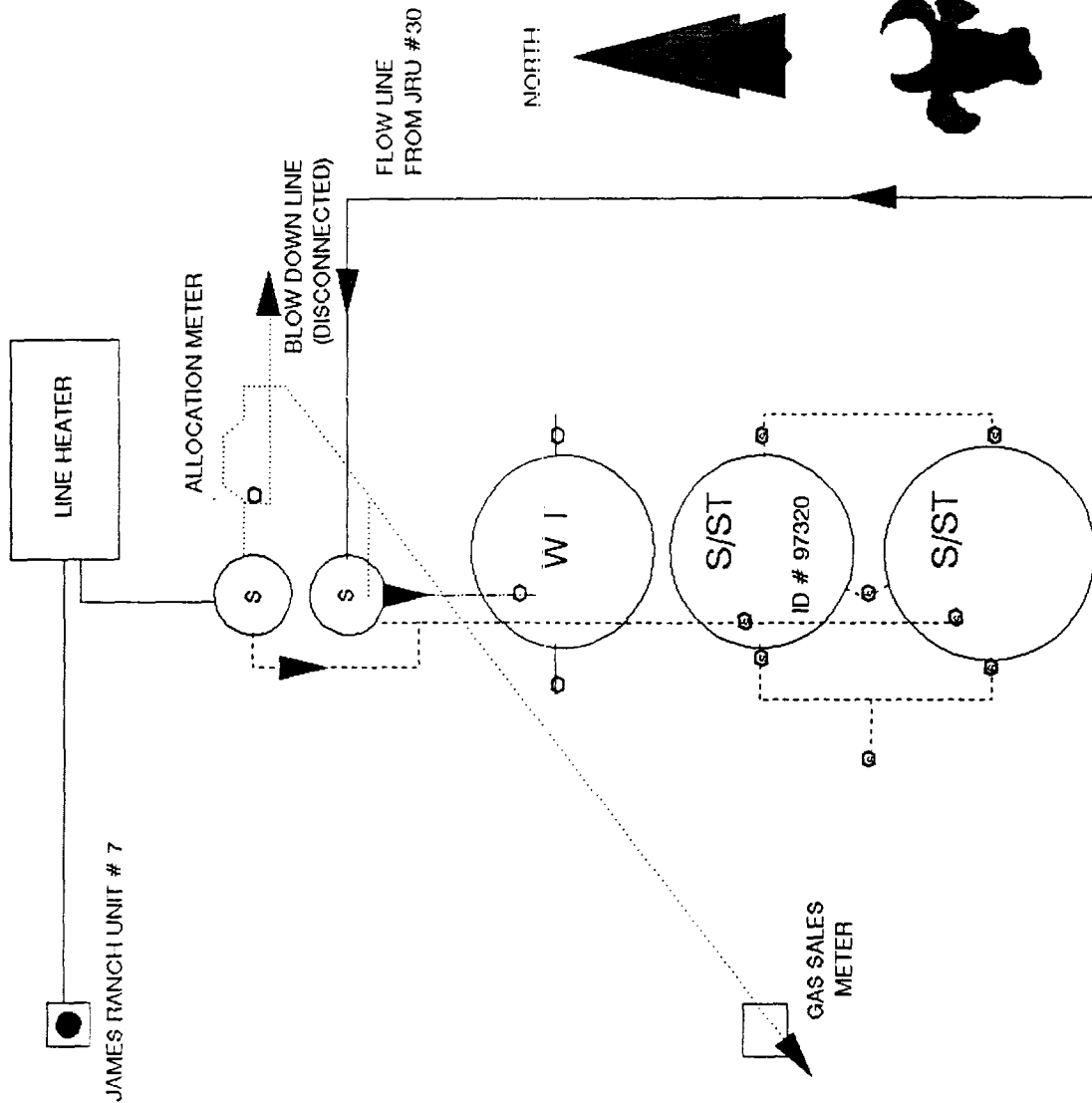
SECTION 6, T-23-S, R-31-E

09-24-92 BGH

BASS ENTERPRISES PRODUCTION CO
P.O. BOX 2760
MIDLAND TEXAS 79702-2760
(SITE SECURITY DIAGRAM)

JAMES RANCH UNIT # 7
SW 1/4 OF THE NE 1/4 OF
SECTION 6, T-23-S, R-31-S
API # 3001521247
LEASE # NMNM02887A
FIELD NAME: LOS MEDANOS
UNIT NAME: JAMES RANCH
EDDY COUNTY, NEW MEXICO

JAMES RANCH UNIT #30
1980' FSL & 2310' FEL OF UNIT LETTER J
SEC 6, T23S, R31E
API # 3001527704
LEASE # NM-04473



JAMES RANCH UNIT #7 & #30

Complimentary Copy

Form 3160-5
(June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM 04473
2. Name of Operator Bass Enterprises Production Co.	6. If Indian, Allottee or Tribe Name -----
3. Address and Telephone No. P.O. Box 2760, Midland, Texas 79702-2760	7. If Unit or CA, Agreement Designation James Ranch Unit
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 2310' FEL of Unit Letter J. Section 6, T-23-S, R-31-E	8. Well Name and No. James Ranch Unit #30
	9. API Well No. 30-015-27704
	10. Field and Pool, or Exploratory Area Los Medanos (Bone Spring)
	11. County or Parish, State Eddy County, New Mexico

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Off-Lease Storage and/ or Measurement
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

BASS ENTERPRISES PRODUCTION CO. RESPECTFULLY REQUESTS APPROVAL OF OFF-LEASE STORAGE AND MEASUREMENT OF PRODUCTION FROM THE JAMES RANCH UNIT #30 FEDERAL LEASE. PRODUCTION FROM THE JAMES RANCH UNIT #30 FEDERAL LEASE WILL BE METERED SEPARATELY AT JAMES RANCH UNIT #7 FEDERAL BATTERY PRIOR TO BEING COMMINGLED WITH PRODUCTION FROM THE JAMES RANCH UNIT #7 FEDERAL LEASE. APPROVAL OF THIS REQUEST FOR OFF-LEASE STORAGE AND MEASUREMENT WILL ALLOW FOR MORE EFFICIENT OPERATIONS WITH A CONSOLIDATED BATTERY BY REDUCING THE NUMBER OF STOCK TANKS (2) AND WATER TANKS (1). SURFACE DISTURBANCE WILL ALSO BE MINIMIZED BY USING THE EXISTING FACILITY. FULL WELLSTREAM PRODUCTION WILL BE TRANSPORTED VIA FLOWLINE TO A THREE PHASE HEATER TREATER. OIL, WATER AND GAS WILL BE SEPARATED AT THIS VESSEL. THE OIL AND WATER WILL BE METERED PRIOR TO BEING STORED IN THE COMMINGLED STOCK TANKS AND WATER TANK. THE GAS WILL BE METERED VIA A SEPARATE SALES METER. ESTIMATED PRODUCTION FROM THE JAMES RANCH UNIT #30 FEDERAL LEASE WILL BE 347 BO & 118 BW & 425 MCF PER DAY. THE JAMES RANCH UNIT #7 FEDERAL LEASE PRODUCES 13 BO & 0 BW & 40 MCF PER DAY. ALL OF THE WELLS ON THESE LEASES PRODUCE FROM THE SAME INTERVAL IN THE BONE SPRINGS. THE CORRECTED API OIL GRAVITY FOR THE SUBJECT LEASES RUN 46° (SWEET). CURRENT POSTED PRICE IS \$13.00 PER BARREL. THE TOTAL VALUE WILL NOT CHANGE WHETHER PRODUCTION IS COMMINGLED OR SEPARATE STORAGE FACILITIES ARE USED.

14. I hereby certify that the foregoing is true and correct

Signed Keith E. Bucy Title Division Production Supt. Date 12/29/93

(This space for Federal or State office use)

Approved by _____
Conditions of approval, if any:

Title _____

Date _____

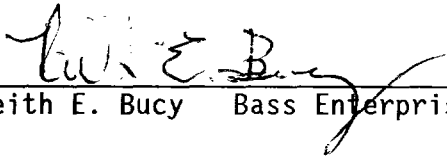
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*See Instruction on Reverse Side

OIL TRANSPORTER
AND/OR PURCHASER

KOCH OIL COMPANY
2162 COMMERCE DRIVE
MIDLAND, TX 79703

I, Keith E. Bucy, certify that the above Oil Transporter has been notified of this application.

A handwritten signature in cursive script, appearing to read "Keith E. Bucy", is written over a horizontal line.

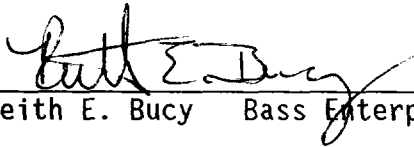
Keith E. Bucy Bass Enterprises Production Co. 2-21-94

INTEREST OWNERS
JAMES RANCH UNIT
LOS MEDANOS (BONE SPRING)

UNITED STATES DEPARTMENT OF
THE INTERIOR (BLM)
P O BOX 1778
CARLSBAD, NM 88220-1778

ENRON OIL & GAS COMPANY
P O BOX 2267
MIDLAND, TX 79702

I, Keith E. Bucy, certify that the above Interest Owners have been notified of this application.



Keith E. Bucy Bass Enterprises Production Co. 2-21-94

BASS ENTERPRISES PRODUCTION CO.
8 DESTA DRIVE, SUITE 3700
P.O. BOX 2760
MIDLAND, TEXAS 79702

BEP CO - WTD PRODUCTION

FEB 21 1994

RECEIVED

FAX (915) 687-0086

February 18, 1994

(915) 683-2277

Re: Off-Lease Storage
and/or Measurement and Surface
Commingle James Ranch Unit
Well No. 7, (29002887-A)
Well No. 30, (NM-04473)
Los Medanos - Bone Spring
Eddy County, New Mexico
File: 400-WF: OBJECTION.JRU

WAIVER OF OBJECTION

Koch Oil Company does not object to the attached
application by Bass Enterprises Production Co. for Surface Commingle and/or
Off-Lease Measurement and Storage.

Koch Oil Company
Company or Interest Owner

Larry Dower
Authorized Representative

Manager
Title

2-18-94
Date

BASS ENTERPRISES PRODUCTION CO.

6 DESTA DRIVE, SUITE 3700
P.O. BOX 2760
MIDLAND, TEXAS 79702

FAX (915) 687-0086

February 18, 1994

(915) 683-2277

Re: Off-Lease Storage
and/or Measurement and Surface
Commingling James Ranch Unit
Well No. 7, (29002887-A)
Well No. 30, (NM-04473)
Los Medanos - Bone Spring
Eddy County, New Mexico
File: 400-WF: OBJECTION.JRU

WAIVER OF OBJECTION

Enron Oil & Gas Company does not object to the attached
application by Bass Enterprises Production Co. for Surface Commingling and/or
Off-Lease Measurement and Storage.

Enron Oil & Gas Company
Company or Interest Owner

R J L
Authorized Representative *RJT*

Division Operations Mgr
Title

February 18, 1994
Date