

BLM
LB

34-32N-4W Unit -
Carracas Unit 34-B
#9

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

April 11, 1989

Nassau Resources, Inc.
c/o Jerome P. McHugh & Associates
P.O. Box 809
Farmington, NM 87499-0809

Attention: Fran Perrin

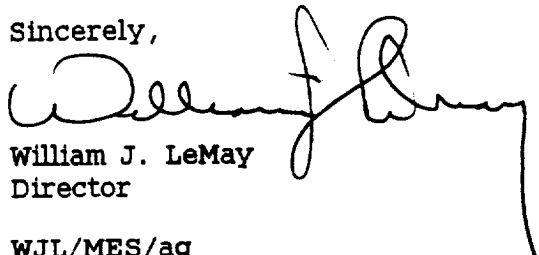
Administrative Order NSL-2648

Dear Ms. Perrin:

Reference is made to your application of February 13, 1989 for a non-standard coal gas well location for your ~~Unit 34-B~~ Well No. ~~to be located 1800 feet from the South line and 970 feet from the East line~~ of ~~Section 24~~, ~~Range 34N, Township 40N~~, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The S/2 of said Section 34 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington

RECEIVED
APR 13 1989
OIL CON. DIV
DIST. 3





STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 2-15-89

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL 8 _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 2-13-89
for the NASSAU RESOURCES, INC. CARRACAS UNIT 34B #9 I-3432N41W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

Erin Brund

February 9, 1989

New Mexico Oil Conservation Division
ATTN: Mike Stogner
P O Box 2088
Santa Fe, NM 87504

RECEIVED
FEB 13 1989
OIL CON. DIV.
DIST. 3

RE: Application for Unorthodox Location
Nassau Resources, Inc.
Carracas Unit 34 B #9
1800' FSL - 970' FEL
Sec. 34, Township 32 North, Range 4 West, NMPM
Rio Arriba County, New Mexico

Gentlemen:

Nassau Resources, Inc., hereby requests administrative approval of an unorthodox location for the captioned well.

An approved Application for Permit to Drill was received from the Bureau of Land Management November 18, 1989, and from the OCD in Aztec December 9, 1989. Therefore, Nassau did not include this well in the OCD hearing December 21 for Case #9559 (NMOCD Order R-8844) for a group of Nassau's Carracas Unit wells. Recently it was learned that the subject well was not considered "grandfathered" under the provisions of NMOCD Order R-8768 setting pool rules for the Basin Fruitland Coal Pool.

This request for administrative approval of an unorthodox location is based upon Carson National Forest's guidelines for development, especially in the restriction of off-road vehicle travel in order to minimize unnecessary road construction in a key wildlife management area. A copy of a USFS letter outlining these restrictions is attached. This location is adjacent to existing Forest Service Road 218 and will require no additional road construction. It has been approved by both USFS and BLM and will result in the orderly development of the Carracas Unit.

Amoco Production Co., the only offsetting operator, as indicated by the attached lease plat, has been notified of this application by certified mail. Kindermac Partners is an operating affiliate with Nassau Resources, Inc., and has been notified of this application.

Also attached are the C-102 plat and production map.

Main Office
Jerome P. McHugh & Associates
Operating Affiliate: Nassau Resources, Inc.
650 South Cherry, Suite 1225
Denver, Colorado 80222
(303) 321-2111

New Mexico Oil Conservation Division
Carracas Unit 34 B #9
February 9, 1989

Page 2

Please contact us if anything further is required to complete this application.

Respectfully submitted,

Fran Perrin

Fran Perrin
Admin. Asst.

Attachments

XC: Ernie Busch, NMOCN, Aztec, NM ✓
Kindermac Partners
Amoco Production Co.

fp

All distances must be from the outer boundaries of the Section.

Operator Nassau Resources, Inc.			Lease Carracas Unit 34 B		Well No. 9
Unit Letter I	Section 34	Township 32 North	Range 4 West	County Rio Arriba	
Actual Footage Location of Well:					
1800	feet from the	South	line and	970	feet from the
Ground Level Elev. 7195	Producing Formation Fruitland	Pool Basin Fruitland Coal		East	line
				Dedicated Acreage 320.0	Acre

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☒ Yes ☐ No If answer is "yes," type of consolidation Unitization - Carracas Unit

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.

<p>RECEIVED 31M MAIL ROOM 69 JAN 30 PM 2:14 FARMINGTON RESOURCE AREA FARMINGTON, NEW MEXICO</p>		SECTION 34	
<p>NM 59696 Amoco Production Co. 100%</p>		<p>NASSAU RESOURCES, INC. Carracas Unit 34 B #9 Appl. for Unorthodox Loc.</p>	
		<p>970'</p> <p>1800'</p>	

CERTIFICATION

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

Fran Perrin

Name

Fran Perrin

Position

Admin. Asst.

Company

Nassau Resources, Inc.

Date

1/27/89

I hereby certify that the well location shown on this plat is correct from field notes of actual survey made by me or under my supervision and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

July 24, 1988

Registered Professional Engineer and/or Land Surveyor

Edgar L. Rios



United States
Department of
Agriculture

Forest
Service

Jicarilla
Ranger District

Gobernador Route
Blanco, NM 87412

Reply to 2820

Date August 3, 1988

Mr. James Hazen
Nassau Resources, Inc.
P.O. Box 809
Farmington, New Mexico 87499

Dear James:

It was brought to my attention by Mike Atchison that you will be needing to apply for some unorthodox locations for some of the wells in the Carracas Unit. The current location in need of unorthodox approval is the well location just northwest of the Carracas Administrative site, Section 18, T. 32 N., R. 4 W. The need for moving the location to the new site is based upon wildlife habitat protection and in keeping within the guidelines set forth in the Carson Forest Plan. The Plan, as you know, has a major emphasis in wildlife and wildlife habitat. Also key to this request for moving the location is the current Off-Road-Vehicle restriction policy in place over the entire Carracas Unit. This restriction is in place to limit off-road-vehicle travel within a key wildlife management area so that security area will not be lost by unnecessary road construction.

Whenever possible, locations will be required to be placed along open access roads. Further unorthodox locations can be expected within the Carracas Unit to keep in line with the management direction set forth for this area.

Because of this management direction and the probability of future relocations, I would hope the approval of these unorthodox locations can become routine. If not, please don't hesitate to contact me for further help or if needed to appear in person before the approving officer. If you have any questions, please give me a call.

Sincerely,

Philip R. Settles

PHILIP R. SETTLES
District Forest Ranger

Jerome P. McHugh
Farmington, N.M.

CARING FOR THE LAND AND SERVING PEOPLE



AUG 9 1988

RECEIVED

NASSAU RESOURCES, INC.
Carracas Unit 34 B #9
Appl. for Unorthodox Loc.

LEASE PLAT

Township 31N & 32N, Range 4 W,
KINDERMAC PARTNERS

AMOCO PRODUCTION COMPANY

Rio Arriba County, N.M.
AMOCO PRODUCTION COMPANY

4-30-87

3-31-95

10-31-86
(in suspense)

28

27

26

(1)

(18)

(2)

NM-30014

NM-59696

NM-28612

MICHAEL R DIFENDEFER
NOT YET ISSUED

NM-66864

KINDERMAC PARTNERS
4-30-87

AMOCO PRODUCTION COMPANY
3-31-95

AMOCO PRODUCTION COMPANY
10-31-86
(in suspense)

33

34

35

(10)

(18)

(2)

Carracas Unit
Boundary

Kindermac
CORPORATION
HBP

NM-30014

NM-28277

NM-59696

NM-28612

Amoco Production Co.

Amoco Production Co.

Amoco Production Co.

R 4 W

T
32
N

T
31
N

4

3

2

SF-078890

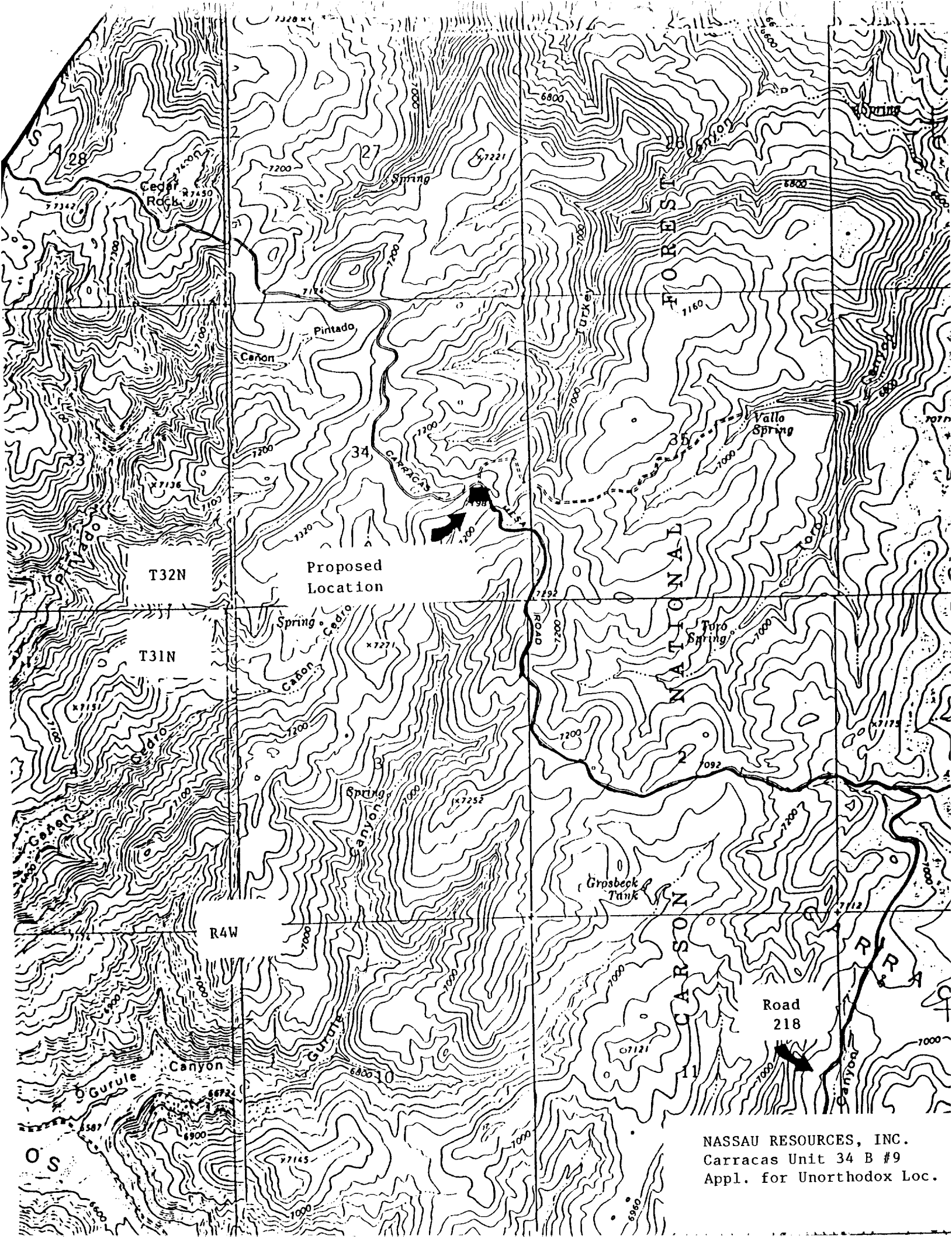
SF-078891

SF-078891

Offsetting Operators:
Amoco Production Co.

Operating Affiliates:
Kindermac Partners
Nassau Resources, Inc.

NASSAU RESOURCES, INC.
Carracas Unit 34 B #9
Appl. for Unorthodox Loc.



NASSAU RESOURCES, INC.
Carracas Unit 34 B #9
Appl. for Unorthodox Loc.

