



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 5, 1990

RECEIVED
APR 12 1990
OIL CON. DIV.
DIST. 3

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

Attention: Fran Perrin

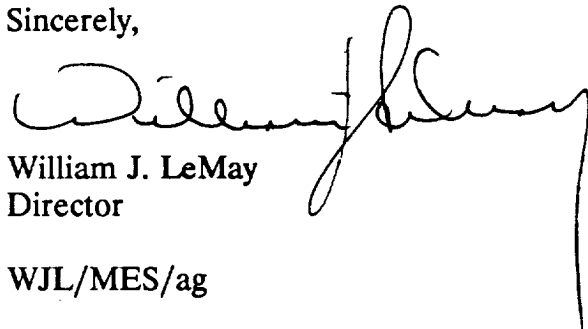
Administrative Order NSL-2780

Dear Ms. Perrin:

Reference is made to your application dated February 14, 1990 for a non-standard coal gas well location for your Carracas Unit "23-B" Well No. 15 to be located 1170 feet from the South line and 1510 feet from the East line (Unit O) of Irregular Section 23, Township 32 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The S/2 of said Section 23 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

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
US Bureau of Land Management - Farmington
US Forest Service - Blanco



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

ARREY CARRUTHERS
GOVERNOR

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

Date: 2-26-90

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 2-16-90

for the NASSAU RESOURCES, INC. CHANAS U. 23B#15
Operator Lease & Well No.

0-23-32N-4W and my recommendations are as follows:
Unit, S-T-R

Approve

Yours truly,

Grace Bush

February 14, 1990

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

RE: Application for Unorthodox Location
Nassau Resources, Inc.
Carracas Unit 23 B #15
1170' FSL - 1510' FEL
Sec. 23, T32N, R4W, NMPM
Rio Arriba County, N. M.

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FEB 16 1990
OIL CON. DIV.]
DIST. 3

Gentlemen:

Nassau Resources, Inc. hereby requests administrative approval of an unorthodox location in the southeast quarter of Section 23 for the captioned well based upon topographic conditions and Carson National Forest requirements.

As indicated by the attached topographic map, the terrain in this section is extremely rough and no other drill sites are feasible which meet Forest Service approval. Rugged terrain and heavy cultural resources in this area have limited placement.

This well is in Nassau's Carracas Unit. Amoco Production Co. is a party to the unit and has been notified of this application by certified mail. Kindermac Partners is an operating affiliate with Nassau. There are no other offsetting operators.

Also attached are the C-102 plat, lease plat, production map, and a copy of a letter from Philip Settles of the Jicarilla Ranger District of Carson National Forest.

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

Respectfully submitted,

Fran Perrin

Fran Perrin
Admin. Asst.
Attachments

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

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

| | | | | | |
|--|---------------------------------------|----------------------|------------------------------|-----------------------------------|----------------|
| Operator Nassau Resources, Inc. | | | Lease Carracas Unit 23 B | | Well No. 15 |
| Unit Letter 0 | Section 23 | Township 32 North | Range 4 West | County Rio Arriba | |
| Actual Footage Location of Well: 1170 feet from the South line and 1510 feet from the East line | | | | | |
| Ground level Elev. 6677 | Producing Formation Fruitland Coal | | Pool Basin Fruitland Coal | Dedicated Acreage: 320.0 Acres | |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.

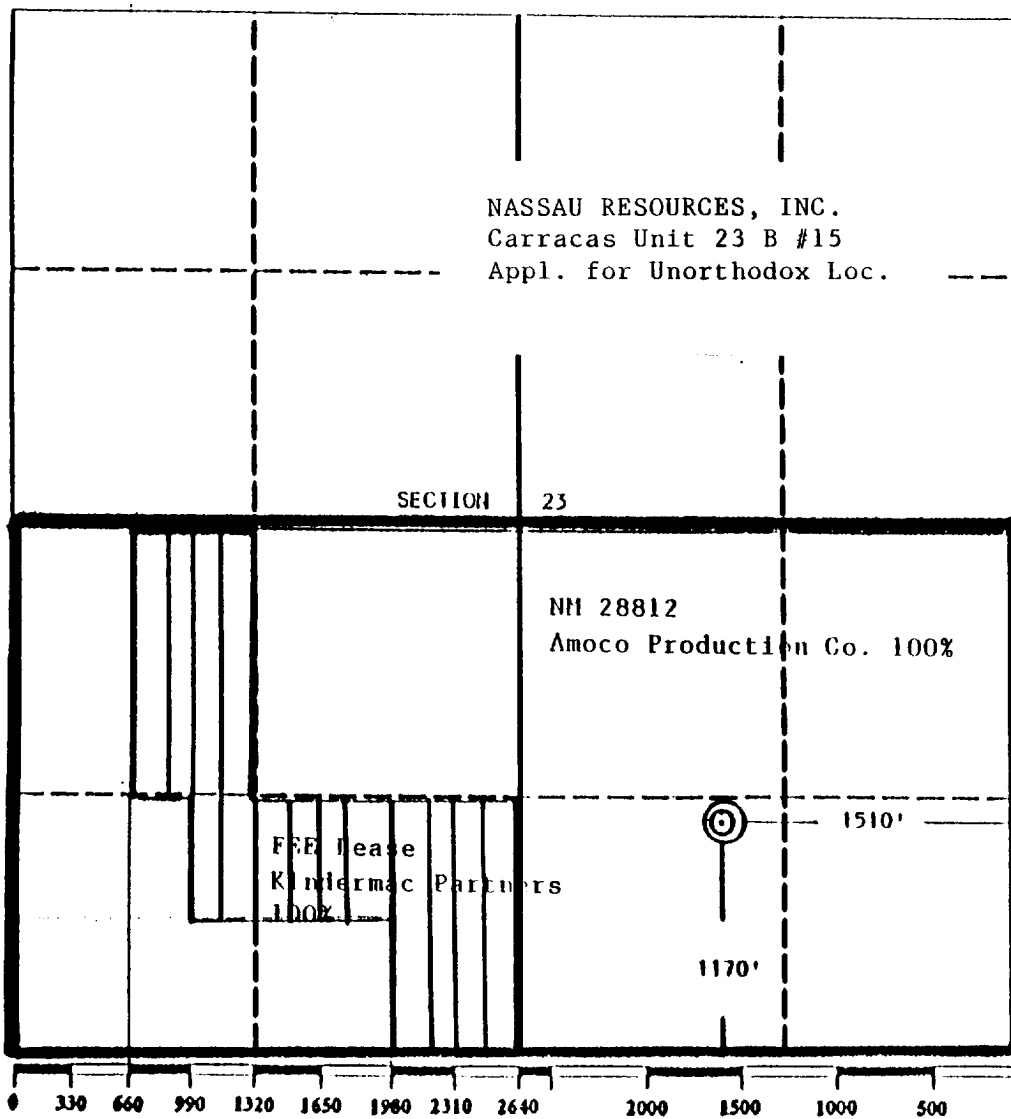
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).

3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force pooling, etc.?

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

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 interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature
James S. Hazen
Printed Name
James S. Hazen
Position
Field Supt.
Company
Nassau Resources, Inc.
Date
6/30/89

SURVEYOR CERTIFICATION

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 knowledge and belief.

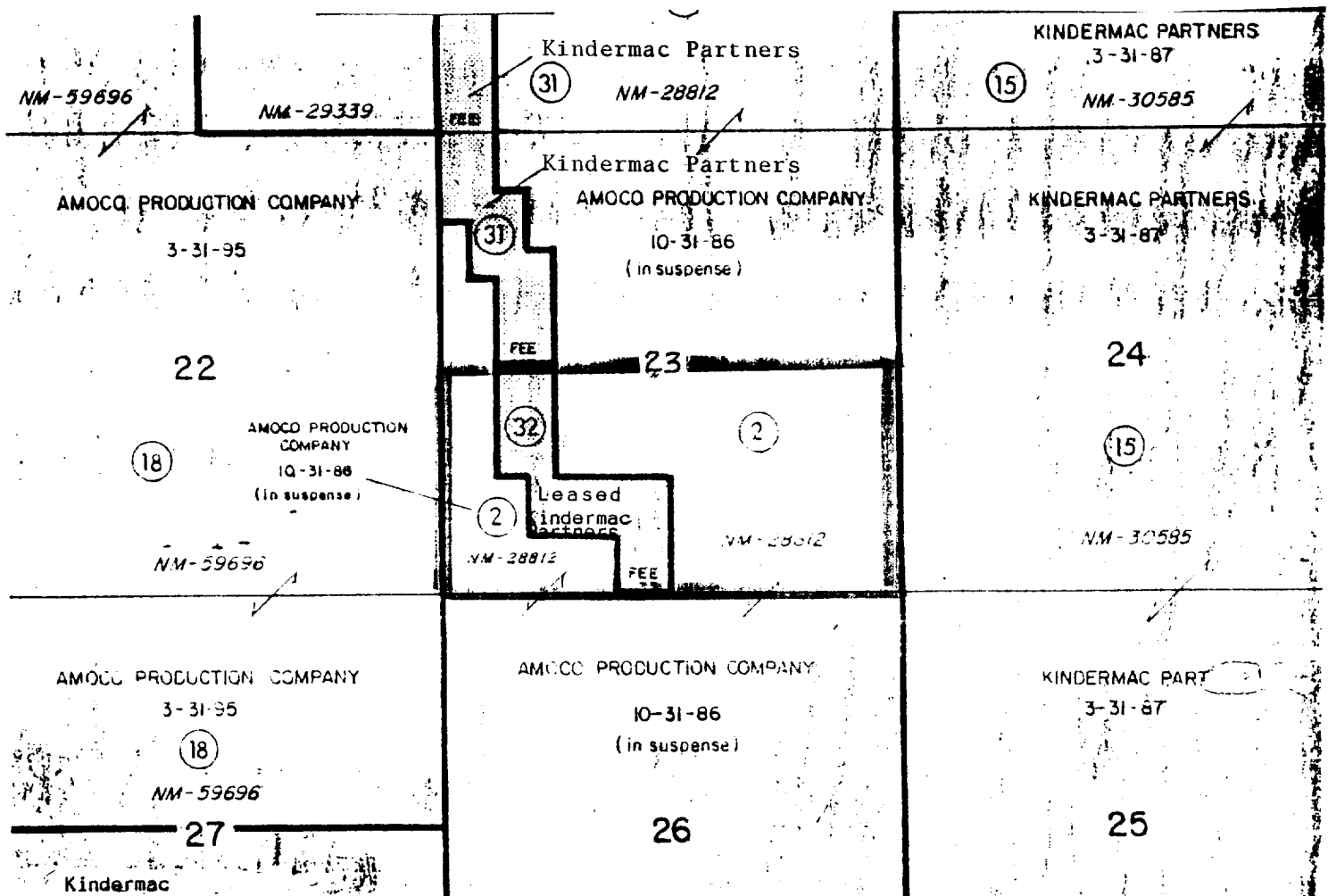
Date Surveyed
April 10, 1989

Signature & Seal of Professional Surveyor
Edgar L. Risenhoover
Certificate No. 5979
Edgar L. Risenhoover

LEASE PLAT

Township 32 North, Range 5 West

Rio Arriba County, New Mexico

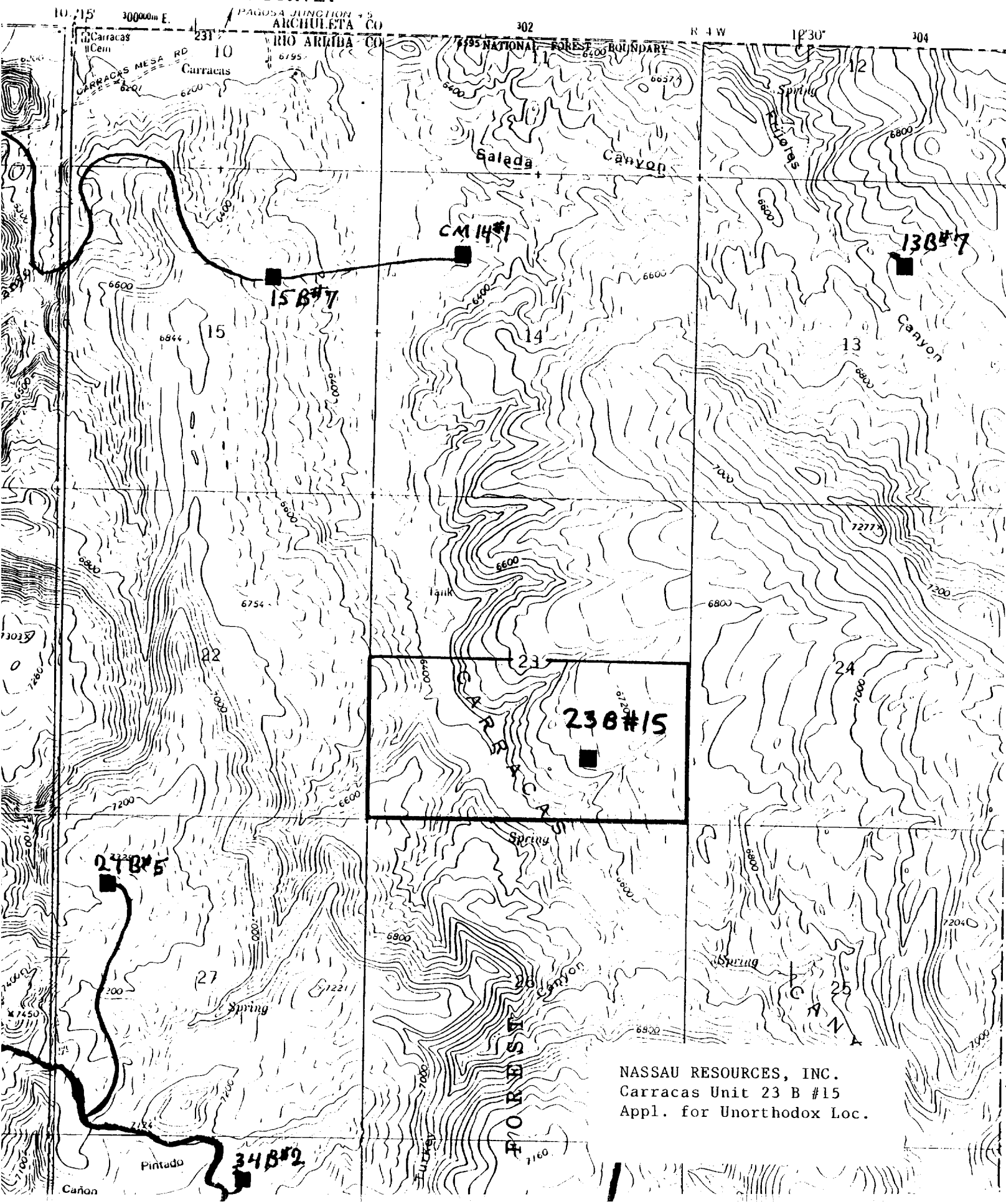


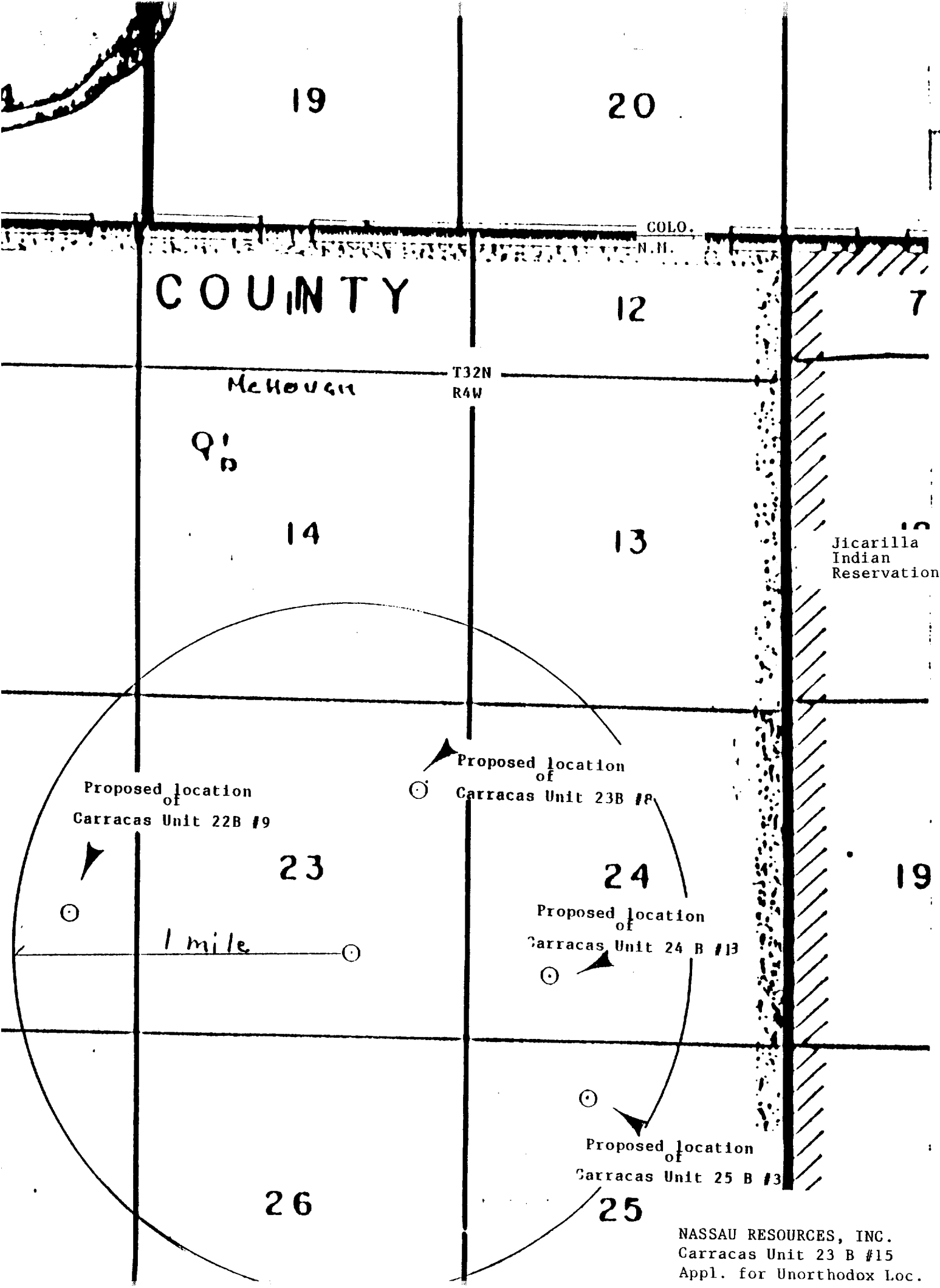
Offsetting Operators:

Amoco Production Co., party to the unit
Kindermac Partners, Operating Affiliate

NASSAU RESOURCES, INC.
Carracas Unit 23 B #15
Appl. for Unorthodox Loc.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY





NASSAU RESOURCES, INC.
Carracas Unit 23 B #15
Appl. for Unorthodox Loc.



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

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Nassau Resources, Inc.
Carracas Unit 23 B #15
Appl. for Unorthodox Loc.