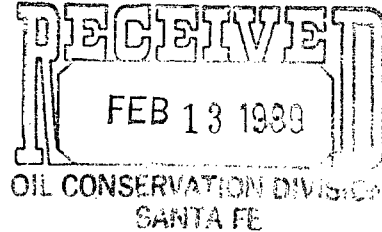


February 9, 1989

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



RE: Administrative Order # NSL-2597  
Nassau Resources, Inc.  
Carracas Unit 19 B #1  
750' FNL - 400' FEL  
Sec. 19, Township 32 North, Range 4 West, NMPM  
Rio Arriba County, New Mexico

Gentlemen:

The above referenced Administrative Order granted approval of an unorthodox gas well location to test the Fruitland (Sand) formation.

We hereby request that order be amended to grant approval to test the Basin Fruitland Coal Pool. The Application for Permit to Drill was submitted to the Bureau of Land Management on September 21, 1988; it is not approved yet.

Attached is a copy of the C-102 plat for the Basin Fruitland Coal Pool.

All offsetting leases are owned by Kindermac Partners, an operating affiliate with Nassau Resources, Inc.

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

Respectfully submitted,

A handwritten signature in cursive script that reads "Fran Perrin".

Fran Perrin

Attachment

XC: Ernie Busch, NMOCD, Aztec, NM  
Jerome P. McHugh/Kindermac Partners

cm

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

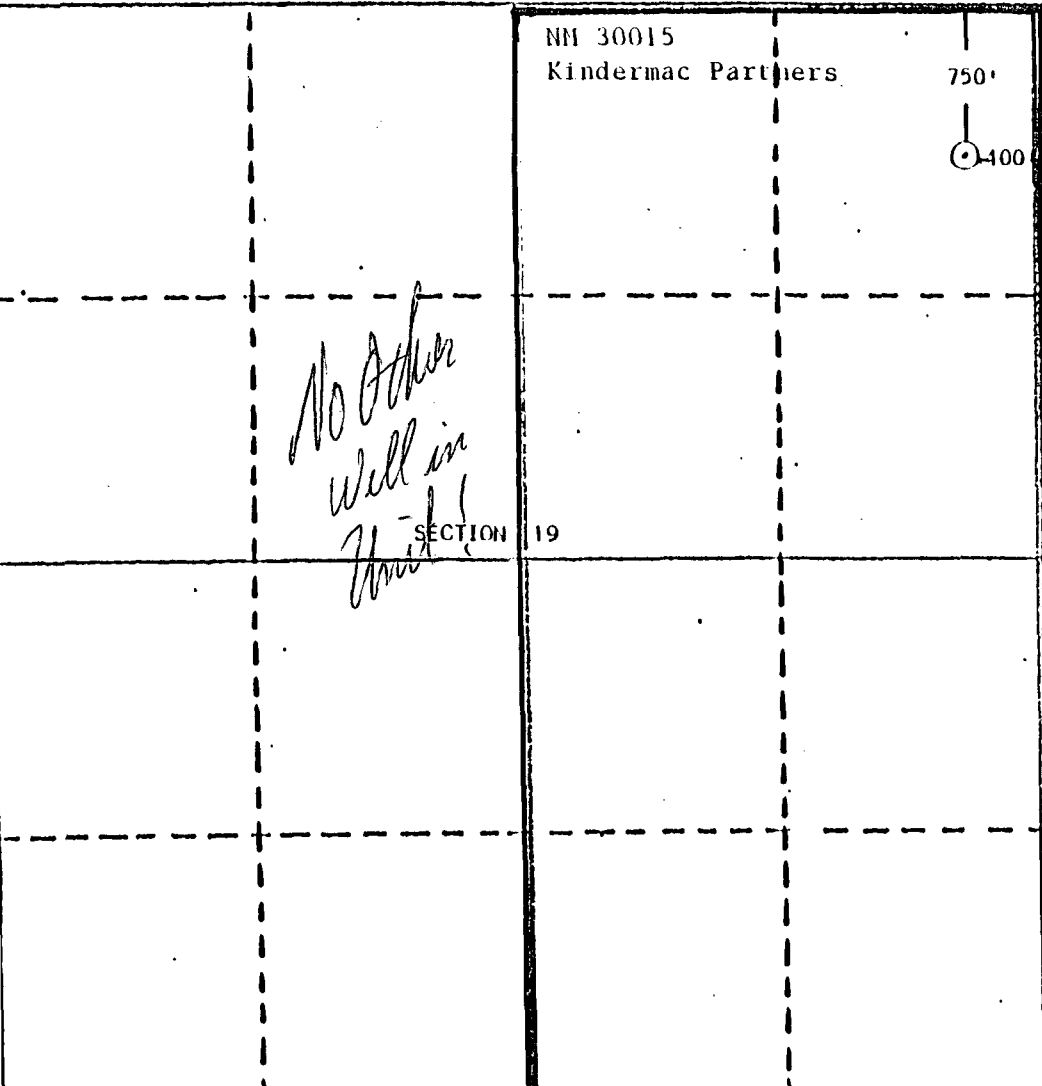
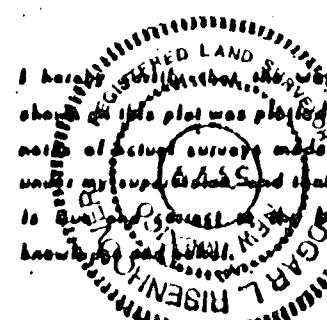
Operator Nassau Resources, Inc.		Lease Carracas Unit 19 B		Well No. 1
Unit Letter A	Section 19	Township 32 North	Range 4 West	County Rio Arriba
Actual Footage Location of Well				
750	feet from the North line and	400	feet from the East line	
Ground Level Elev. 7340	Producing Formation Fruitland	Pool Basin Fruitland Coal	Dedicated Acres 320	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 interests 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 interests, has been approved by the Division.

	<p>NM 30015 Kindermac Partners</p> <p>750'</p> <p>400'</p>
	<p><b>CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Fran Perrin</i></p> <p>Name Fran Perrin</p> <p>Position Admin. Asst.</p> <p>Company Nassau Resources, Inc.</p> <p>Date 12/8/88</p> <p>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 to the best of my knowledge and belief.</p> <p></p> <p>Date Surveyed August 31, 1988</p> <p>Registered Professional Engineer and/or Land Surveyor</p> <p><i>Edgar L. Risenhoover</i></p>



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 ✓ \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_

Gentlemen:

I have examined the application dated 2-13-89  
for the Nelson Resources, Inc. Carracas Unit 196#1 A-19-32N-4W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

James Burch

