

July 26, 1989

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

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JUL 31 1989

OIL CONSERVATION DIV.  
SANTA FE

RE: Application for Unorthodox Location  
Nassau Resources, Inc.  
Carracas Unit 22 B #9  
1830 FSL - 880' FEL  
Sec. 22, 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 based upon terrain.

As indicated by the attached topographic map, the terrain in this section is extremely rough and no other drill sites in the south half of this section are feasible.

Attached is a copy of a letter from Philip Settles of the Jicarilla Ranger District of Carson National Forest indicating their guidelines for development.

This well is in Nassau's Carracas Unit. Lou Deane Montoya, owner of unleased mineral rights in the NW/4 of Section 23, has been notified of this application by certified mail. Amoco Production Co., a party to the unit has also been notified by certified by mail. Kindermac Partners is an operating affiliate with Nassau Resources, Inc. and has been notified of the application.

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

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

Respectfully submitted,



Fran Perrin

Attachments

XC: Ernie Busch, NMOCD, Aztec, NM  
Kindermac Partners  
Amoco Production Co.  
Lou Deane Montoya

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

Appropriate Office  
 Lease - 4 copies  
 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 22 B		Well No. 9
Unit Letter I	Section 22	Township 32 North	Range 4 West	County Rio Arriba	

Actual Footage Location of Well:

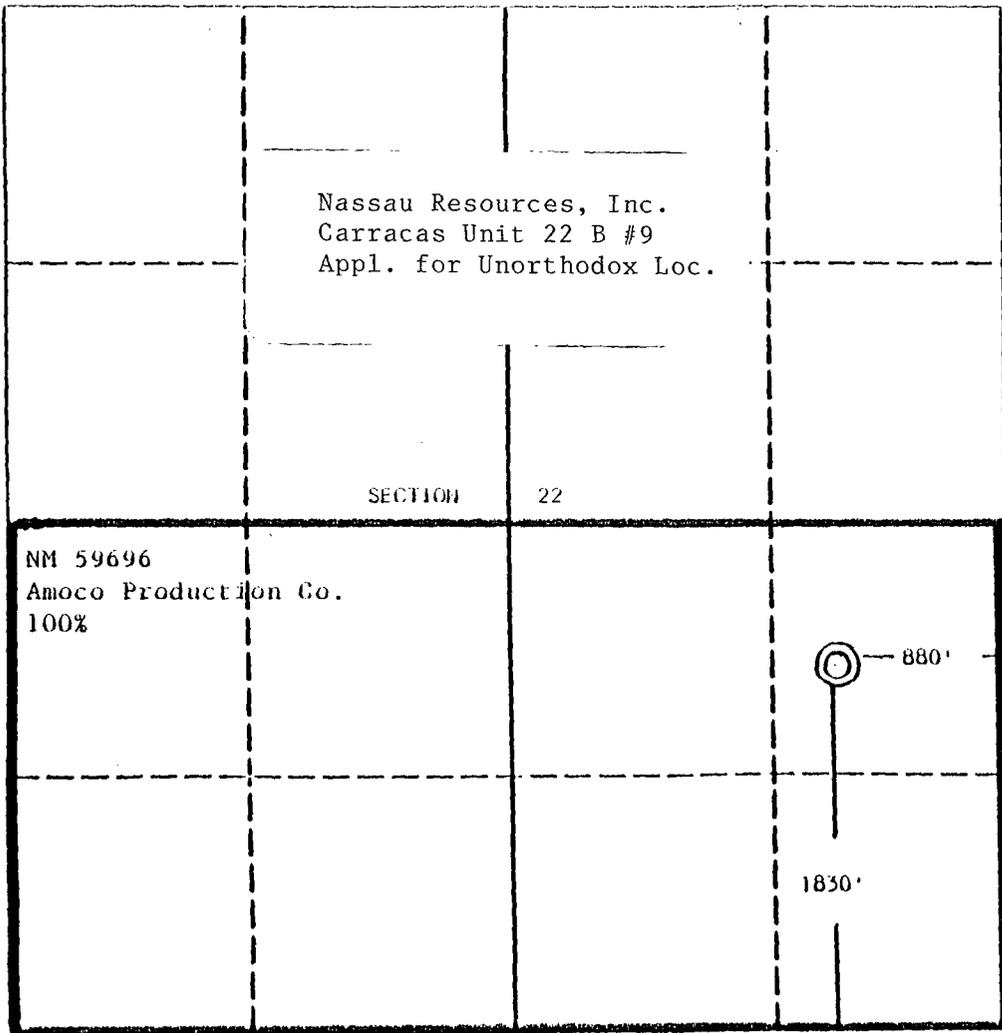
1830 feet from the South line and	880 feet from the East line	Ground level Elev. 6715	Producing Formation Basin Fruitland Coal	Pool Fruitland Coal	Dedicated Acreage: 320.0 Acres
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- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- 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 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 interest, has been approved by the Division.



**OPERATOR CERTIFICATION**

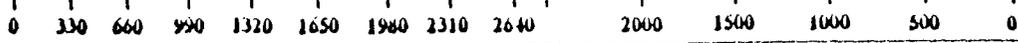
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

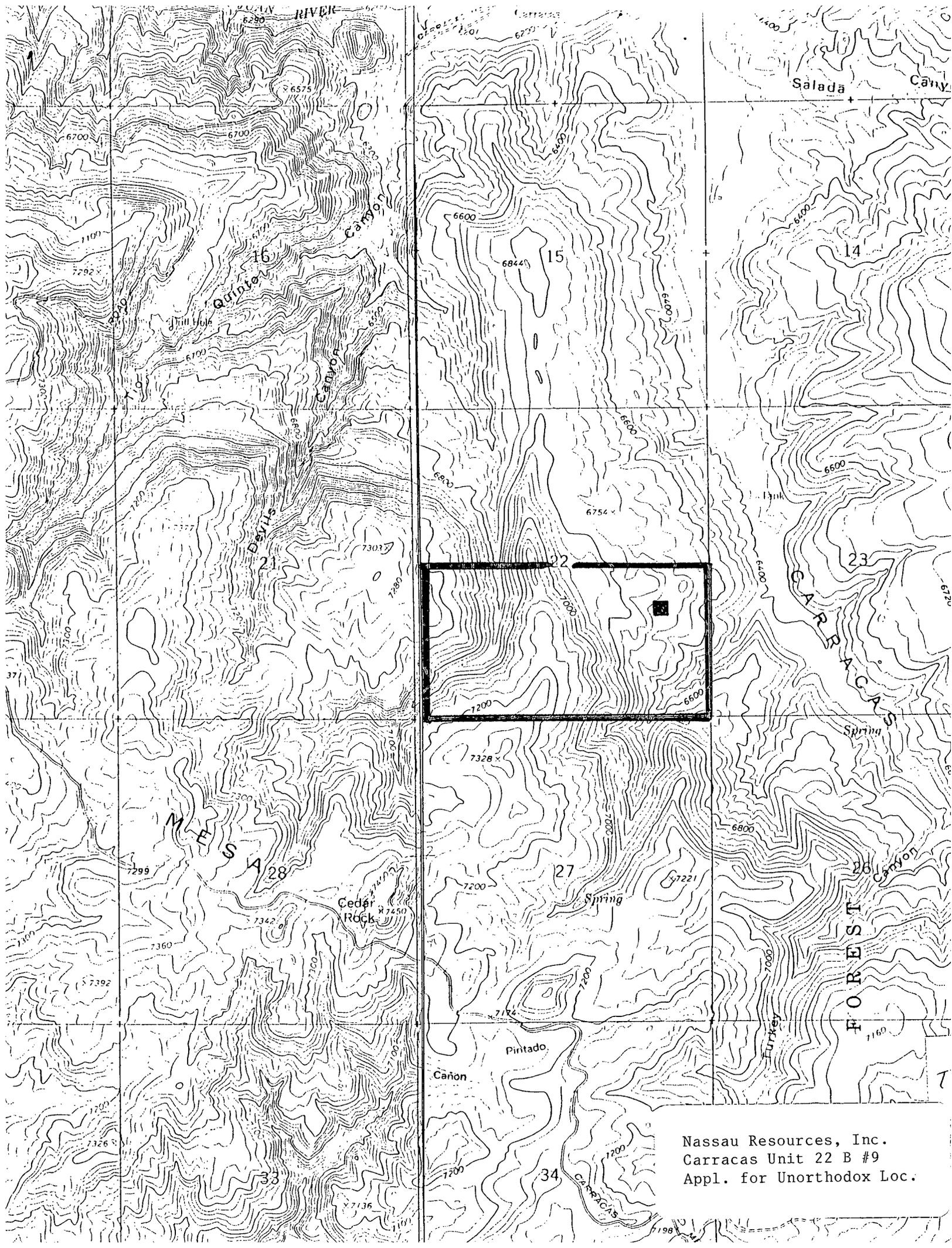
Signature: *[Handwritten Signature]*  
 Printed Name: James S. Hazen  
 Position: Field Supt.  
 Company: Nassau Resources, Inc.  
 Date: 6/26/89

**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 27, 1989  
 Signature & Seal of Professional Surveyor: *[Handwritten Signature]*  
 Certificate No. 5979  
 Edgar R. Risenhoyer  
 Registered Land Surveyor  
 State of New Mexico





Nassau Resources, Inc.  
Carracas Unit 22 B #9  
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

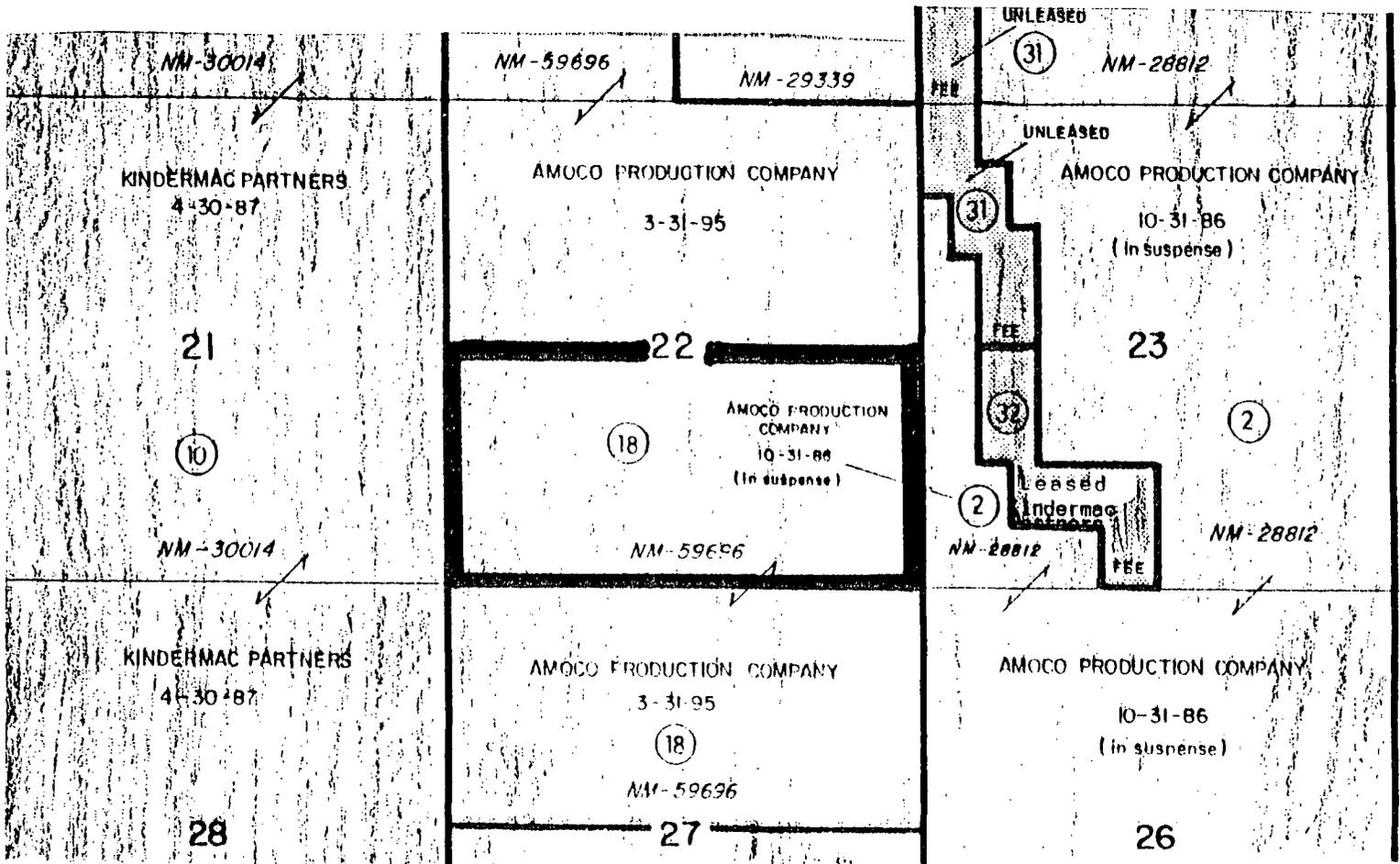


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LEASE PLAT

Township 32 North, Range 4 West NMPM Rio Arriba County, NM

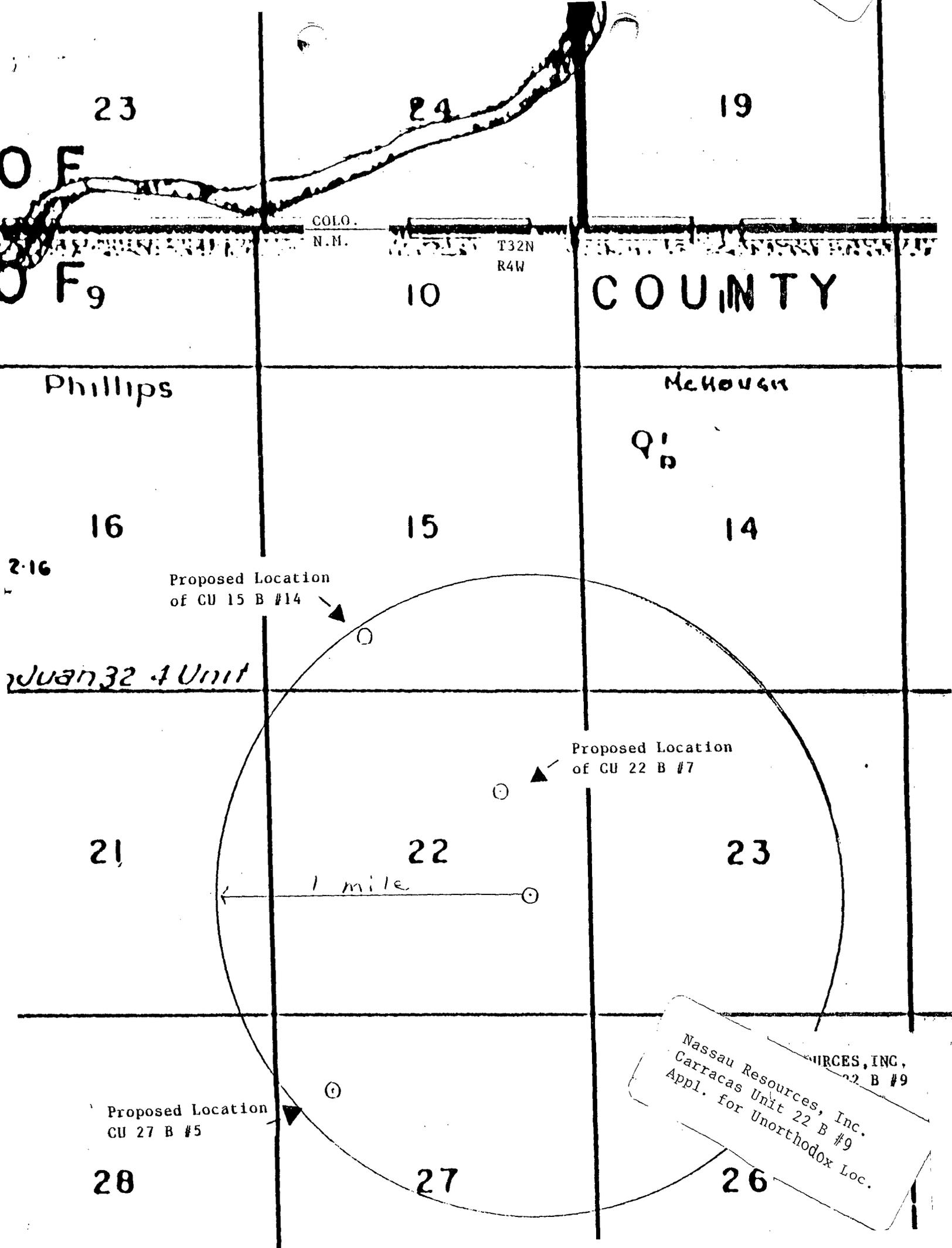


Party to the Unit:  
Amoco Production Co.

Operating Affiliate:  
Kindermac Partners

Unleased Fee:  
Parcel #31 (a Portion of the NW/4 of Sec. 23) Mineral rights owned by J.C. Montoya A/K/A Carlos Montoya, dec. & Lou Deane Montoya 2258 21st Ave. San Francisco, CA 94116

Nassau Resources, Inc.  
Carracas Unit 22 B #9  
Appl. for Unorthodox Loc.



23

24

19

OF

COLO.  
N.H.

T32N  
R4W

F9

10

COUNTY

Phillips

McHUGH

Q'D

16

15

14

2-16

Proposed Location  
of CU 15 B #14

Juan 32 4 Unit

Proposed Location  
of CU 22 B #7

21

22

23

1 mile

Proposed Location  
CU 27 B #5

28

27

26

NASSAU RESOURCES, INC.  
Carracas Unit 22 B #9  
Appl. for Unorthodox Loc.



**Amoco Production Company**

Denver Region  
1670 Broadway  
P.O. Box 800  
Denver, Colorado 80201  
303-830-4040

August 3, 1989

Michael Stogner  
New Mexico Oil Conservation Division  
P.O. Box 2088  
Santa Fe, NM 87504

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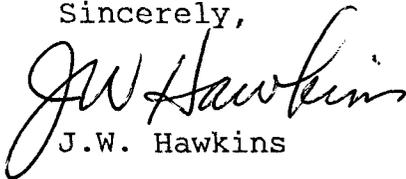
OIL CONSERVATION DIV.  
SANTA FE

File: NWA-601-986.511

Waiver of Objection to Nassau Resources, Inc. application for  
unorthodox location Carracas Unit 22 "A" Well No. 9  
Section 22-T32N-R4W  
Rio Arriba County, New Mexico

Amoco Production Company has no objection to the above  
referenced application by Nassau Resources, Inc. for an  
unorthodox location for the Carracas Unit 22 "B" Well No. 9 as  
proposed.

Sincerely,

  
J.W. Hawkins

JWH/jb

cc: Fran Perrin  
Jerome P. McHugh and Associates  
P.O. Box 809  
Farmington, NM 87499

J.L. Spitler - Building



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

GARREY CARRUTHERS  
 GOVERNOR

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

Date: 8-8-89

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 \_\_\_\_\_

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OIL CONSERVATION DIV.  
 SANTA FE

Gentlemen:

I have examined the application dated 7-31-89  
 for the Nassau Res. Inc. Carracas Unit 22B #9  
 Operator Lease & Well No.

I-22-32N-4U and my recommendations are as follows:  
 Unit, S-T-R

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

Yours truly,

Earl Busch

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AUG 10 1989

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 SANTA FE