

# **A. R. KENDRICK**

P.O. BOX 516 • AZTEC, NEW MEXICO 87410 • (505) 334-2555

OIL CONSERVATION DIVISION

RECEIVED

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

Re: Application for Non-Standard Location  
**Evergreen Operating Corporation**  
**Chicosa 34 #1**  
590' FNL 1860' FEL Sec. 34-T31N-R4W  
Basin Fruitland Coal Gas Pool  
Rio Arriba County, New Mexico

Gentlemen:

We, on behalf of Evergreen Operating Corporation, hereby make application for approval of the location of the Chicosa 34 #1 well to be located 590' FNL 1860' FEL of Section 34 Township 31 North, Range 4 West, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

The reason for the non-standard location is because of topography and at the request of the U.S. Forest Service to avoid further damage to the environment and wildlife habitat.

We believe that directional drilling should not be required because a beam pump and rods may be required to lift water from the wellbore to sustain production.

The distances between wells is within the footage parameters required by Order R-8759.

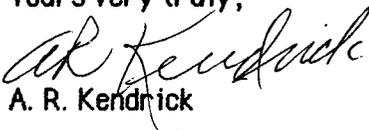
The attached exhibits show the situation at the location and surrounding area.

It is our belief that the information contained in this application is true and correct according to the information available to us.

All offset operators and lease owners are being notified by certified mail at this mailing. The Return Receipt Cards will be provided when they are returned.

If further information is needed, please contact us.

Yours very truly,

  
A. R. Kendrick

Enclosures

xc: Offset owners and interested parties as listed on Exhibit 0

## **Exhibits for Application for Non-Standard Location**

**Evergreen Operating Corporation**  
**Chicosa 34 #1**  
590' FNL 1860' FEL Sec. 34-T31N-R4W  
Basin Fruitland Coal Gas Pool  
Rio Arriba County, New Mexico

The following exhibits are enclosed :

- EXHIBIT A Form C-102, Well Location and Acreage Dedication Plat, showing the location of the well with respect to the section lines, the dedicated acreage, and the proration unit.
- EXHIBIT B Copy of Topographic Map showing the location.  
(Notice that the Contour Interval is 40 feet.)
- EXHIBIT C Ownership and Offset Well Location Plat showing the location and ownership and offset wells.
- EXHIBIT D Location Windows Plat showing the "windows" for standard locations as provided by Order R-8768 with the #293 and #294 wells spotted in their approximate locations.
- EXHIBIT E Copy of Application for Permit to Drill.
- EXHIBIT F On-Site Inspection report showing the findings of the On-Site Inspection.
- EXHIBIT G List of names and addresses of offset owners and other interested parties.

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 1-1-79

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

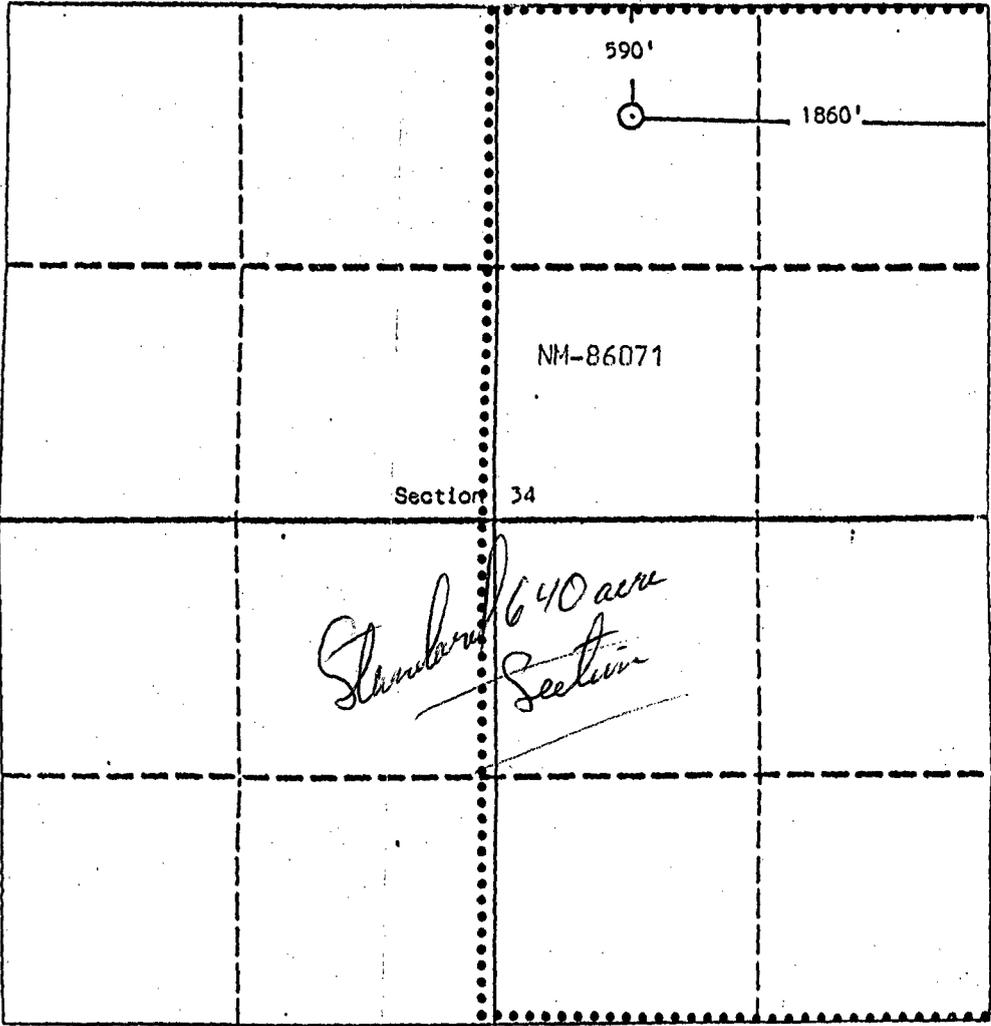
DISTRICT III  
1000 Rio Drazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Evergreen Operating Corporation			Lease Chicosa 34			Well No. 1		
Unit Letter B	Section 34	Township 31 North	Range 4 West	County Rio Arriba		NMPM		
Actual Footage Location of Well: 590 feet from the North line and 1860 feet from the East line								
Ground level Elev. 6860 Est.	Producing Formation Fruitland Coal			Pool Basin Fruitland Coal			Dedicated Acreage: 320 Acres	

- 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 \_\_\_\_\_
    - 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: *A. R. Kendrick*

Printed Name: A. R. Kendrick

Position: Agent

Company: Evergreen Operating Corp.

Date: June 11, 1992

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: June 4, 1992

Signature & Seal of Professional Surveyor: *Edgar L. Risenhofer*

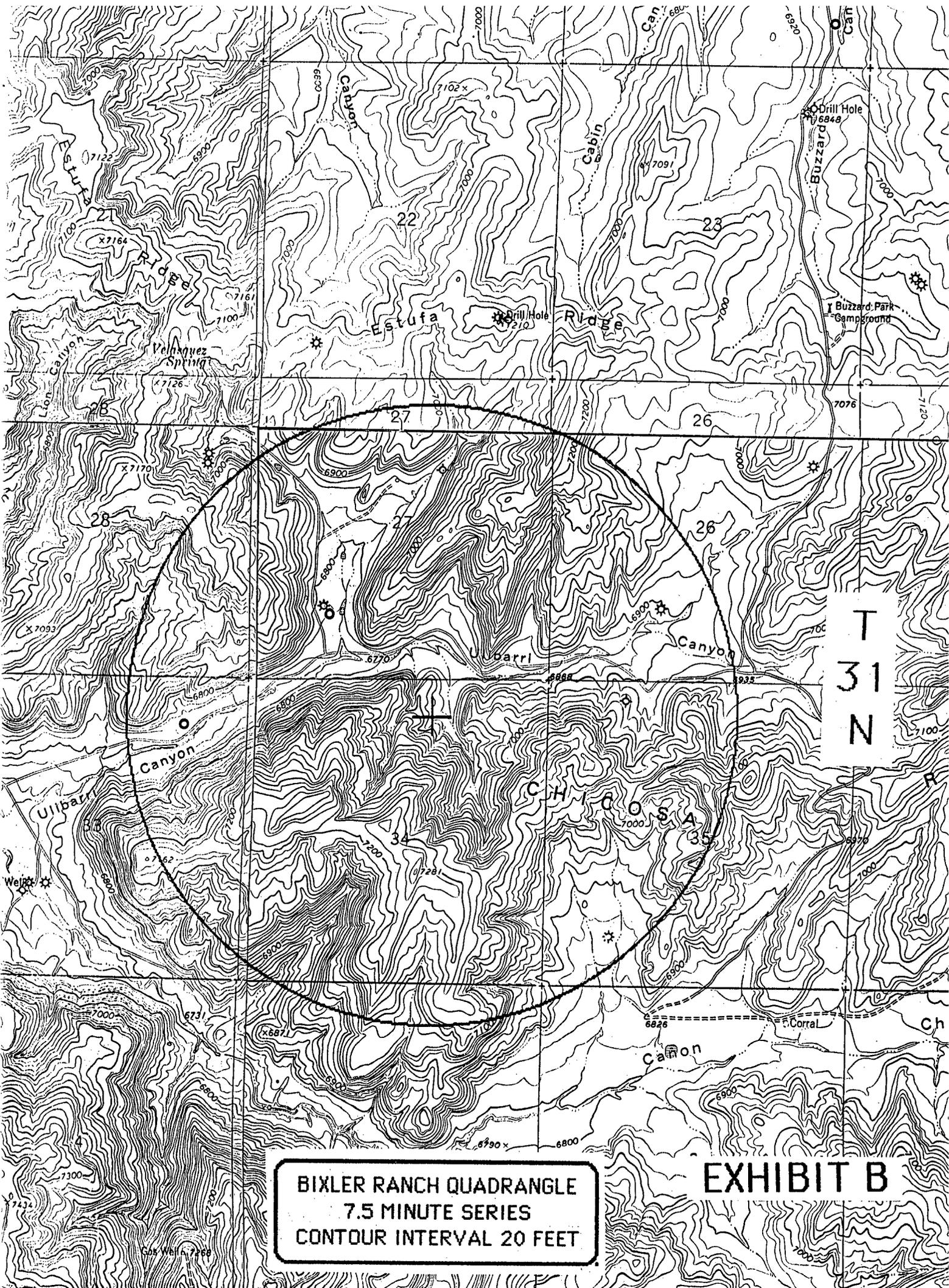
Certificate No. 5979

Edgar L. Risenhofer, P.S.

EXHIBIT A

**BIXLER RANCH QUADRANGLE  
7.5 MINUTE SERIES  
CONTOUR INTERVAL 20 FEET**

**EXHIBIT B**

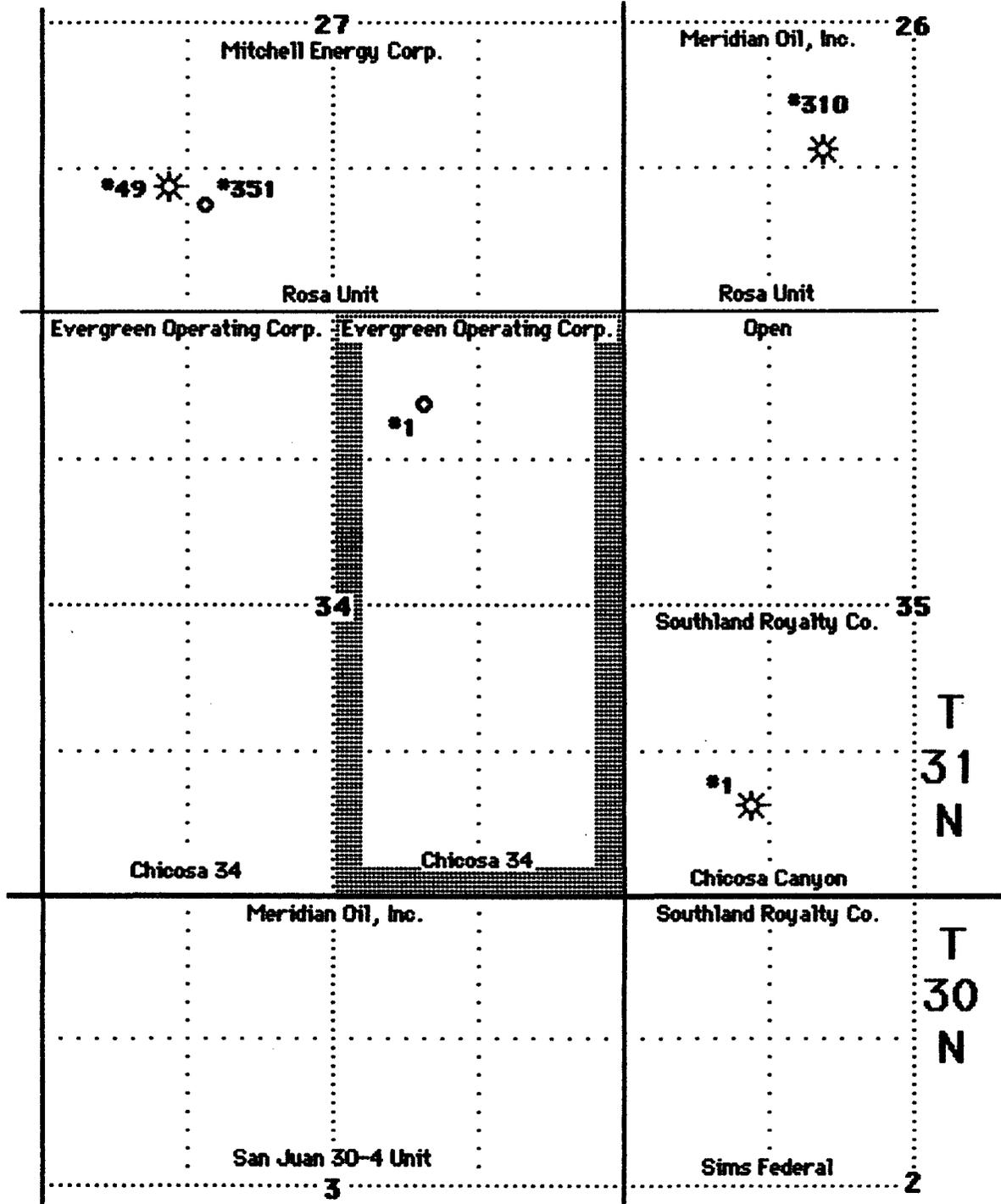


# Non-Standard Location Chicosa 34 #1

590' FNL 1860' FEL, B-34-T31N-R4W

Basin Fruitland Coal Gas Pool

R 4 W



# WINDOWS PLAT

Non-Standard Location for Chicosa 34 #1

590' FNL 1860' FEL, B-34-T31N-R4W

Basin Fruitland Coal Gas Pool

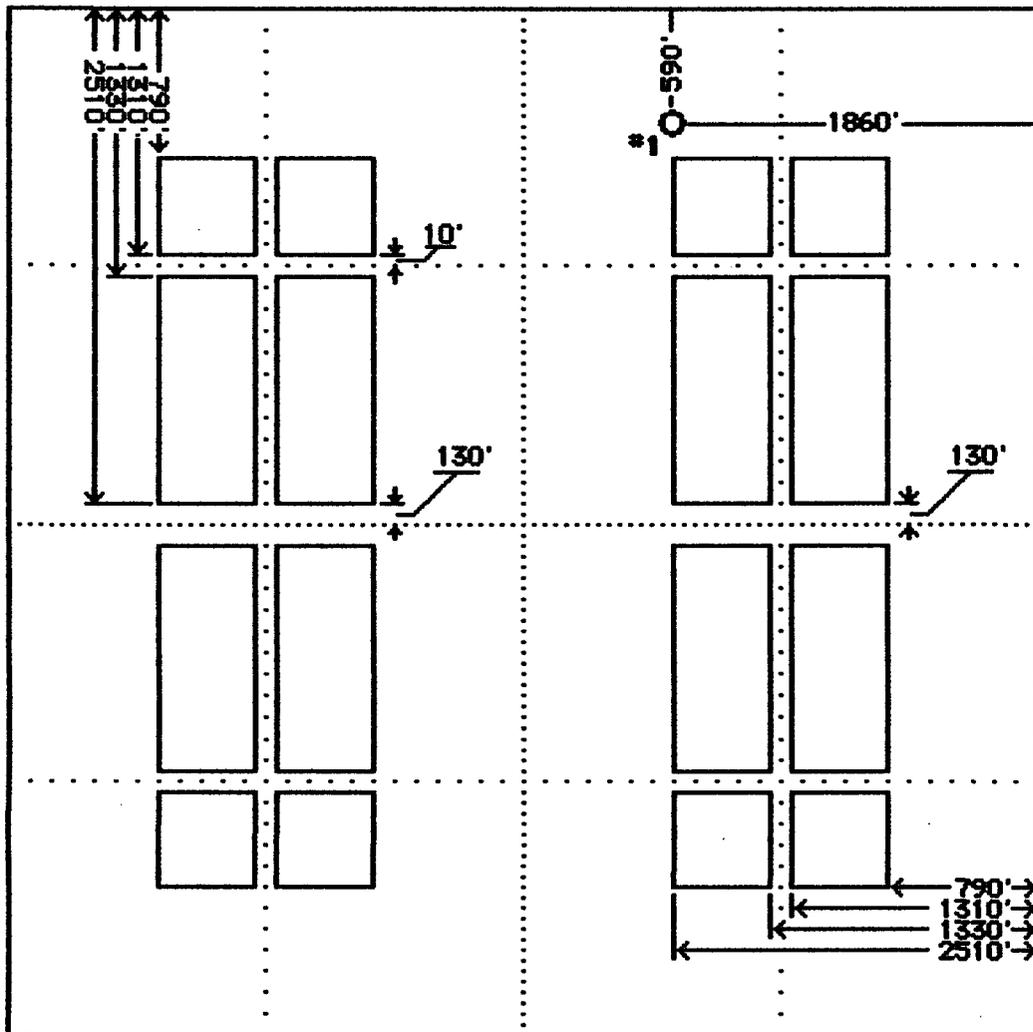


EXHIBIT D

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK**

1a. Type of Work <p style="text-align: center;"><b>DRILL</b></p>	5. Lease Number <p style="text-align: center;"><b>NM-86071</b></p>	
1b Type of Well <p style="text-align: center;"><b>GAS</b></p>	6. If Indian, Name of Tribe or Allottee  	
2. Operator <p style="text-align: center;"><b>Evergreen Operating Corporation</b></p>	7. Unit Agreement Name  	
3. Address & Phone No. of Operator <p style="text-align: center;"><b>SA. R. KENDRICK BOX 516, AZTEC, NM 87410 (505) 334-2555</b></p>	8. Farm or Lease Name <p style="text-align: center;"><b>CHICOSA 34</b></p>	9. Well Number <p style="text-align: center;"><b>1</b></p>
4. Location of Well  <p style="text-align: center;"><b>( UNIT B ) 590' FNL 1860' FEL</b></p>	10. Field, Pool, or Wildcat <p style="text-align: center;"><b>BASIN-FRUITLAND COAL GAS POOL</b></p>	
14. Distance in Miles from Nearest Town <p style="text-align: center;"><b>13 Airline miles north of Gasbuggy Site.</b></p>	12. County <p style="text-align: center;"><b>RIO ARRIBA</b></p>	13. State <p style="text-align: center;"><b>NEW MEXICO</b></p>
15. Distance from Proposed Location To Nearest Property Line or Lease Line. <p style="text-align: right;"><b>590'</b></p>	16. Acres in Lease <p style="text-align: center;"><b>640 ACRES</b></p>	17. Acres Assigned to Well <p style="text-align: center;"><b>N-320</b></p>
18. Distance From Proposed Location To Nearest Well Dr., Compl., Or Applied For On Lease. <p style="text-align: right;"><b>None</b></p>	19. Proposed Depth <p style="text-align: center;"><b>3850'</b></p>	20. Rotary or Cable Tools <p style="text-align: center;"><b>ROTARY</b></p>
21. Elevations (DF, RT, GR, Etc.) <p style="text-align: center;"><b>6860' GR</b></p>	22. Approximate Date Work Will Start. <p style="text-align: center;"><b>September or October, 1992</b></p>	

23. Proposed Casing and Cementing Program:

Exhibits attached as follows:

- |                                                                                                                                                                                                                                                                                                |                                                                                                                                                                                                                |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <ul style="list-style-type: none"> <li><b>"A" Location and Elevation Plat</b></li> <li><b>"B" Vicinity Map - Access Roads</b></li> <li><b>"C" Ten-Point Compliance Program</b></li> <li><b>"D" Multi-Point Requirements for APD</b></li> <li><b>"E" Blowout Preventer Schematic</b></li> </ul> | <ul style="list-style-type: none"> <li><b>"F" Location Profile</b></li> <li><b>"G" Drill Rig Layout</b></li> <li><b>"H" Completion Rig Layout</b></li> <li><b>"I" Production Facility Schematic</b></li> </ul> |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

24. Signed *AR Kendrick* Title \_\_\_\_\_ Agent \_\_\_\_\_ Date JUL 07 1992

Permit No. \_\_\_\_\_ Approval Date \_\_\_\_\_

Approved By \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

# ON-SITE FIELD INSPECTION

**Evergreen Operating Corporation  
Chicosa 34 #1**

590' FNL 1860' FEL Sec. 34-T31N-R4W  
Basin Fruitland Coal Gas Pool  
Rio Arriba County, New Mexico

During our On-Site Inspection, we found the following to exist:

- The location is within the Carson National Forest.
- The terrain in the area is severe.
- The location was staked according to the instructions we received earlier from the US Forest Service with respect to avoiding unnecessary road construction, excessive cuts and fills, excessive timber removal, and other ecological damage.
- The possibility exists that a standard location would impose on threatened and endangered wildlife.
- The location does not crowd any drill tract inside or outside of Section 10 according to the footage requirements in Order R-8768.
- The location is satisfactory to the Forest Service.

**EXHIBIT F**

**LIST OF OFFSET OWNERS AND  
OTHER INTERESTED PARTIES**

**Evergreen Operating Corp.  
Chicosa 34 #1**

590' FNL 1860' FEL Sec. 34 - T 31 N - R 4 W  
Lease No. NM-86071  
Basin Fruitland Coal Gas Pool  
Rio Arriba County, New Mexico

Amoco Production Company ●  
P. O. Box 800  
Denver, Colorado 80201

Meridian Oil, Inc. ●  
P.O. Box 4289  
Farmington, New Mexico 87499-4289

Mitchell Energy Corporation ●  
2001 Timberlock Place  
The Woodlands, Texas 77380

Southland Royalty Company ●  
P.O. Box 4289  
Farmington, New Mexico 87499-4289

U. S. Forest Service ●  
Jicarilla Ranger District  
Gobernador Route  
Blanco, New Mexico 87412

Bureau of Land Management  
1235 La Plata Highway  
Farmington, New Mexico 87401

Oil Conservation Division  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

● Notified by certified mail Return Receipt.

**EXHIBIT G**