A. R. KENDRICK

P.O. BOX 516 ◆ AZTEC, NEW MEXICO 87410 ◆ (505) 334-2555 June 2, 1993

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

Re: Application for Non-Standard Location

Evergreen Operating Corporation

Chicosa 36 *1

1174' FNL 790' FWL Sec. 36 - T 31 N - R 4 W

Lease No. NM-59695

Basin Fruitland Coal Gas Pool

Rio Arriba County, New Mexico

BIL CONSERVED RECEIVED

Gentlemen:

We, on behalf of Evergreen Operating Corporation, hereby make application for the approval of the location of the Chicosa 36 *1 well to be located 1174' FNL 790' FWL of Section 36 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 wildlife habitat restrictions set by the U.S. Forest Service.

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 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 have been returned to us.

If further information is needed, please contact us.

Yours very truly,

A. R. Kendrie

Enclosures

xc: Offset Owners and Interested Parties as listed on Exhibit G

Exhibit Index

Application for Non-Standard Location Evergreen Operating Corporation Chicosa 36 #1

1174' FNL 790' FWL Sec. 36 - T 31 N - R 4 W Lease No. NM-59695 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

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.
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.
EXHIBIT E	Copy of Application for Permit to Drill.
EXHIBIT F	On-Site Inspection report showing the findings of the On-Site Inspection.
EXHIBIT 6	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 1-1-89

OIL CONSERVATION DIVISION

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

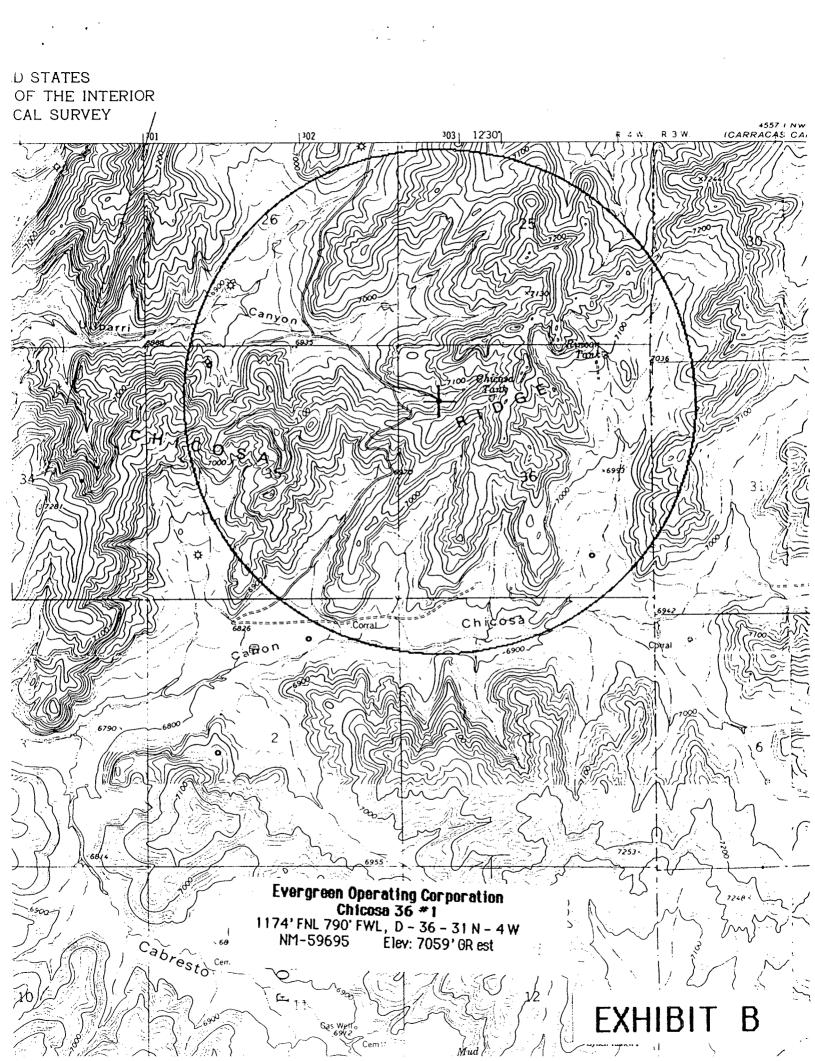
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

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

DISTRICT JII 1000 Rio Brazos Rd., Aziec, NM 87410 WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

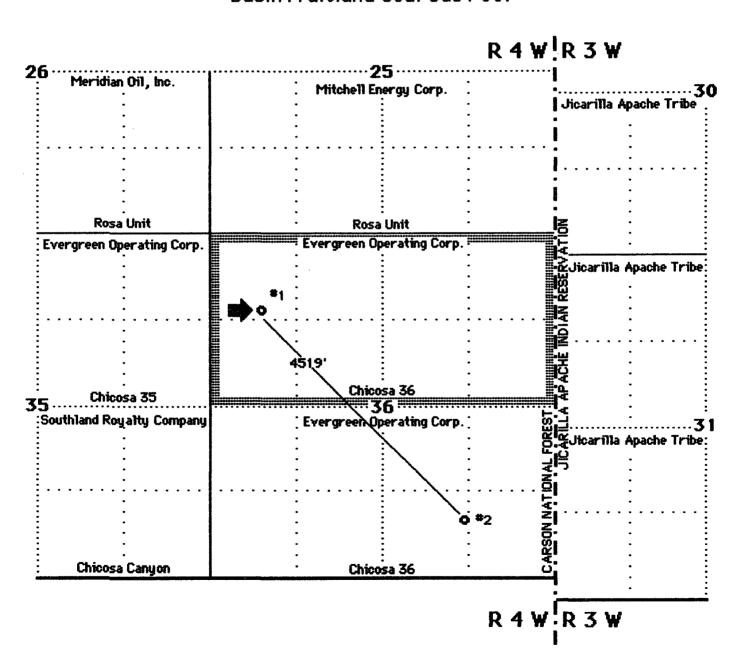
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3. If m uniti	3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?										
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OFFSET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

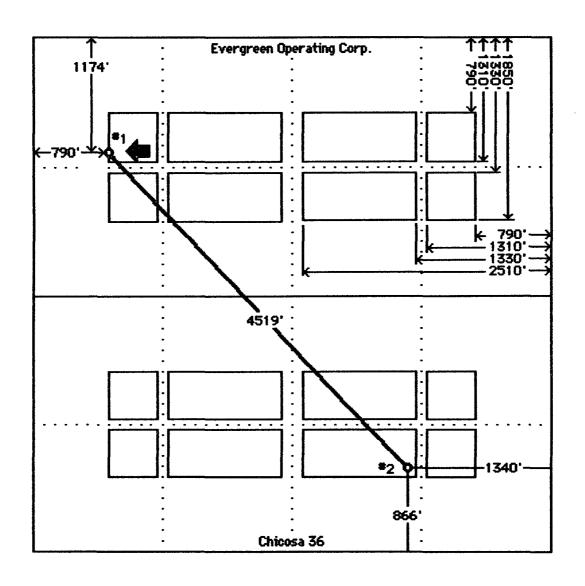
Application for Non-Standard Location

Evergreen Operating Corporation Chicosa 36 #1 1174' FNL 790' FWL, D-36-T31N-R4W Basin Fruitland Coal Gas Pool



STANDARD SPACING WINDOWS

Evergreen Operating Corporation Chicosa 36 #1 1174' FNL 790' FWL, D-36-31N-4W Basin Fruitland Coal Gas Pool



UNITED STATES DEPARTMENT OF THE INTERIOR RUDGALLOG LAND MANAGEMENT

BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 5. Lease Number 1a. Type of Work DRILL NM-59695 6. If Indian, Name of Tribe or Allottee 1b Type of Well BAS 2. Operator 7. Unit Agreement Name **Evergreen Operating Corporation** 3. Address & Phone No. of Operator 8. Farm or Lease Name **SA. R. KENDRICK** CHICOSA 36 9. Well Number BOX 516, AZTEC, NM 87410 **(505) 334-2555** 4. Location of Well 10. Field, Pool, or Wildcat BASIN-FRUITLAND COAL GAS POOL 1174' FNL 790' FWL 11. Section, Township, & Range, Meridian, or Block D - 36 - 31N - 4W13. State 14. Distance in Miles from Nearest Town 12. County 15 Airline miles north Oobernador, NM **RIO ARRIBA NEW MEXICO** 15. Distance from 16. Acres in Lease 17. Acres Assigned to Well Proposed Location To Nearest Property 790' 476.11 ACRES N-319.12 Line or Lesse Line. 18. Distance From 19. Proposed Depth 20. Rotary or Cable Tools Proposed Location To Nearest Well Dr. 4519 4050 ROTARY Compl., Or Applied For On Lease. 21. Elevations (DF, RT, GR, Etc.) 22. Approximate Date Work Will Start. 7059' 6R est. Fall, 1993 23. Proposed Casing and Cementing Program: Exhibits attached as follows: "A" Location and Elevation Plat "F" Location Profile "B" Vicintity Map - Access Roads "0" Drill Rig Layout "C" Ten-Point Compliance Program "H" Completion Rig Layout "D" Multi-Point Requirements for APD "I" Production Facility Schematic "E" Blowout Preventer Schematic Agent Approval Date Permit No. Approved By

ON-SITE FIELD INSPECTION

Evergreen Operating Corporation Chicosa 36 #1

1174' FNL 790' FWL Sec. 36 - T 31 N - R 4 W Lease No. NM-59695 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

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

- The terrain in the area is severe.
- The location is within the Carson National Forest.
- 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 location meets the guidelines set by the Forest Service.

LIST OF OFFSET OWNERS AND OTHER INTERESTED PARTIES

Evergreen Operating Corp. Chicosa 36 #1

1174' FNL 790' FWL Sec. 36 - T 31 N - R 4 W Lease No. NM-59695 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

Jicarilla Apache Tribe of Indians • Mr. Elmo Sandoval, Realty Officer P.O. Box 507
Dulce, New Mexico 87528

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

Mr. Albert Libersat ●
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.

A. R. KENDRICK

P.O. BOX 516 ◆ AZTEC, NEW MEXICO 87410 ◆ (505) 334-2555 June 3, 1993

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

Re: Application for Non-Standard Location

Evergreen Operating Corporation

Chicosa 35 *1

300' FNL 1331' FWL Sec. 35 - T 31 N - R 4 W

Lease No. NM-89783
Basin Fruitland Coal Gas Pool
Rio Arriba County, New Mexico

RECEIVED

Gentlemen:

We, on behalf of Evergreen Operating Corporation, hereby make application for the approval of the location of the Chicosa 35 *1 well to be located 300' FNL 1331' FWL of Section 35 Township 31 North, Range 4 West, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

The well will utilize an existing well pad and access road and avoid further damage to the environment.

The reason for the non-standard location is because of topography and lease restrictions set by 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 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 have been returned to us.

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 G

Exhibit Index

Application for Non-Standard Location Evergreen Operating Corporation Chicosa 35 #1

300' FNL 1331' FWL Sec. 35 - T 31 N - R 4 W Lease No. NM-89783 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

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.
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.
EXHIBIT E	Copy of Application for Permit to Drill.
EXHIBIT F	On-Site Inspection report showing the findings of the On-Site Inspection.
EXHIBIT 0	List of names and addresses of offset owners and other interested parties.
EXHIBIT H	A plat showing restrictions on the lease set by the US Forest Service.

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

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

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

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

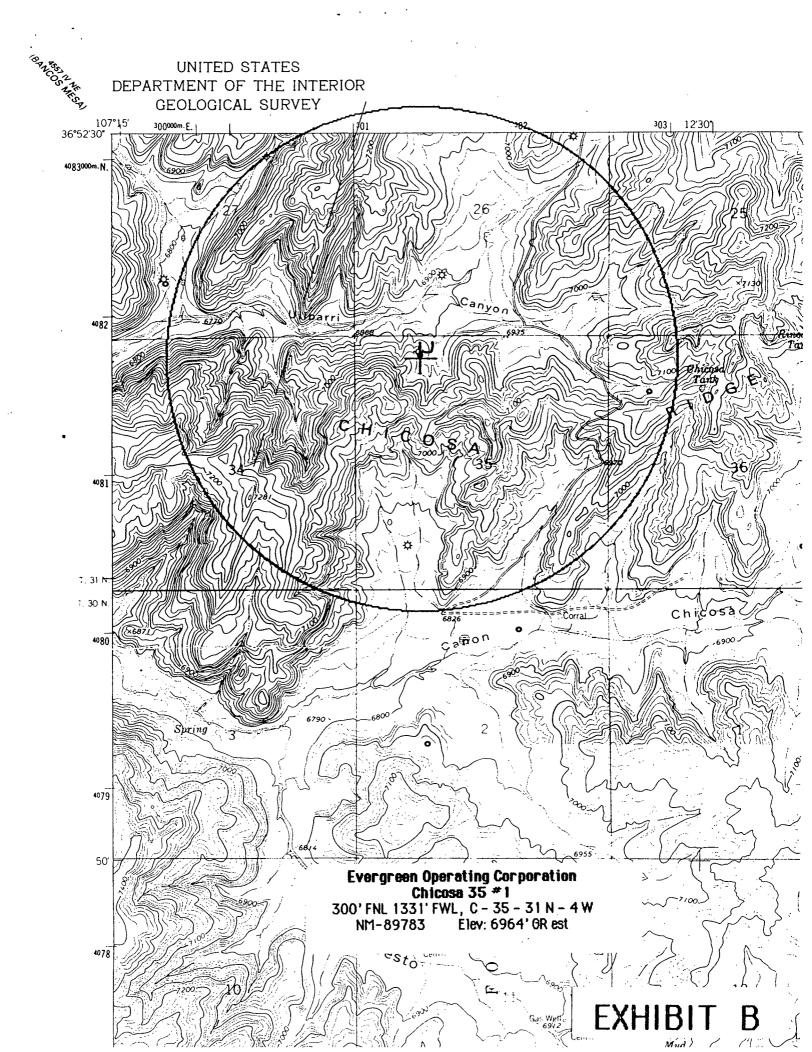
OIL CONSERVATION DIVISION

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

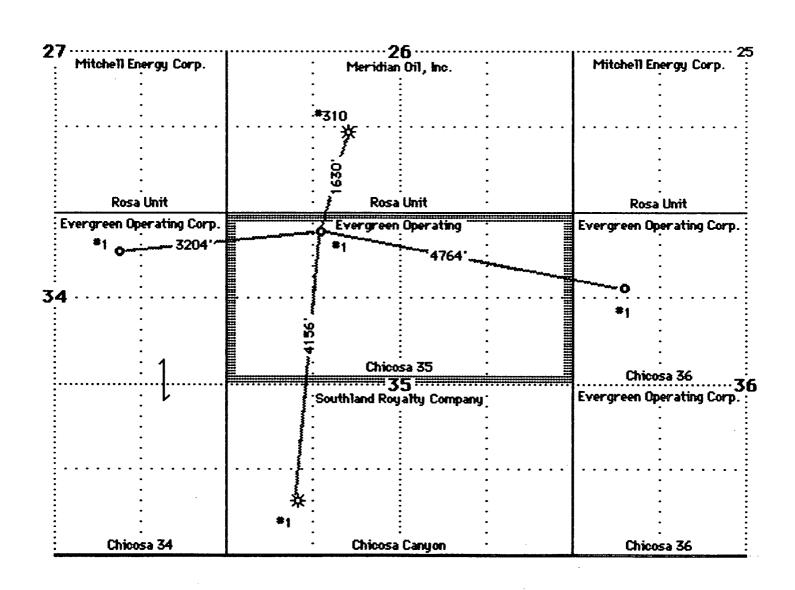
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	3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? Yes No If answer is "yes" type of consolidation											
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OFFSET OWNERS

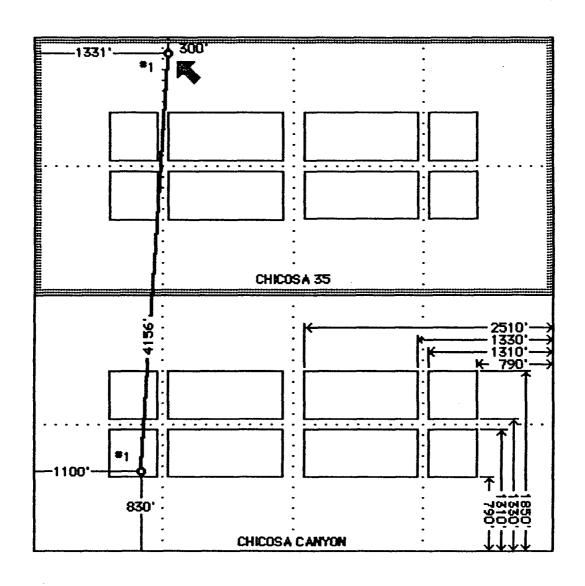
Application for Non-Standard Location

Evergreen Operating Corporation
Chicosa 35 #1
300' FNL 1331' FWL, C-35-T31N-R4W
Basin Fruitland Coal Gas Pool



STANDARD SPACING WINDOWS

Evergreen Operating Corporation Chicosa 35 #1 300' FNL 1331' FWL, C-35-31N-4W Basin Fruitland Coal Gas Pool



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FO	R PERMIT TO	DRILL, DEEPEN	, OR PLUO	BACK		
1a. Type of Work		5. Lease Number				
DRILL			NM-89	783		
1b Type of Well		6. If Indian, Name of Tribe or Allottee				
6AS		· ·				
2. Operator		7. Unit Agreement	Name			
Evergreen Operating Corpor	ation	-				
3. Address & Phone No. of Operator		8. Farm or Lease N	lame			
\$A. R. KENDRICK			CHICOS	A 35		
BOX 516, AZTEC, NM 874	10	9. Well Number				
(505) 334-2555			1			
4. Location of Well		10. Field, Pool, or	Wildcet			
		i i		COAL BAS POOL		
300. ENT 1331. EMT			·	e, Meridien, or Block		
			35 - 35 - 3	•		
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23. Proposed Casing and Cementing Progra	m:					
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Exhibits attached as follows:	- M1-A	PF9 1Ai	D611-			
"A" Location and Elevation		"F" Location Profile				
"B" Vicintity Map - Acces		"6" Drill Rig Layout				
"C" Ten-Point Compliance	_	"H" Completi				
"D" Multi-Point Require		D "I" Production	on Facility	' SCNematic		
"E" Blowout Preventer Sc	nematic			2		
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ON-SITE FIELD INSPECTION

Evergreen Operating Corporation Chicosa 35 #1

300' FNL 1331' FWL Sec. 35 - T 31 N - R 4 W Lease No. NM-89783 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

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

- The terrain in the area is severe.
- The location is within the Carson National Forest.
- The location utilizes an existing well pad and access road.
- 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 location was restricted by limitations in the lease set by the US Forest Service.
- The location meets the guidlines set by the U.S. Forest Service.

LIST OF OFFSET OWNERS AND OTHER INTERESTED PARTIES

Evergreen Operating Corp. Chicosa 35 # 1

300' FNL 1331' FWL Sec. 35 - T 31 N - R 4 W Lease No. NM-89783 Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

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

Mr. Albert Libersat •
Mitchell Energy Corporation
2001 Timberlock Place
The Woodlands, Texas 77380

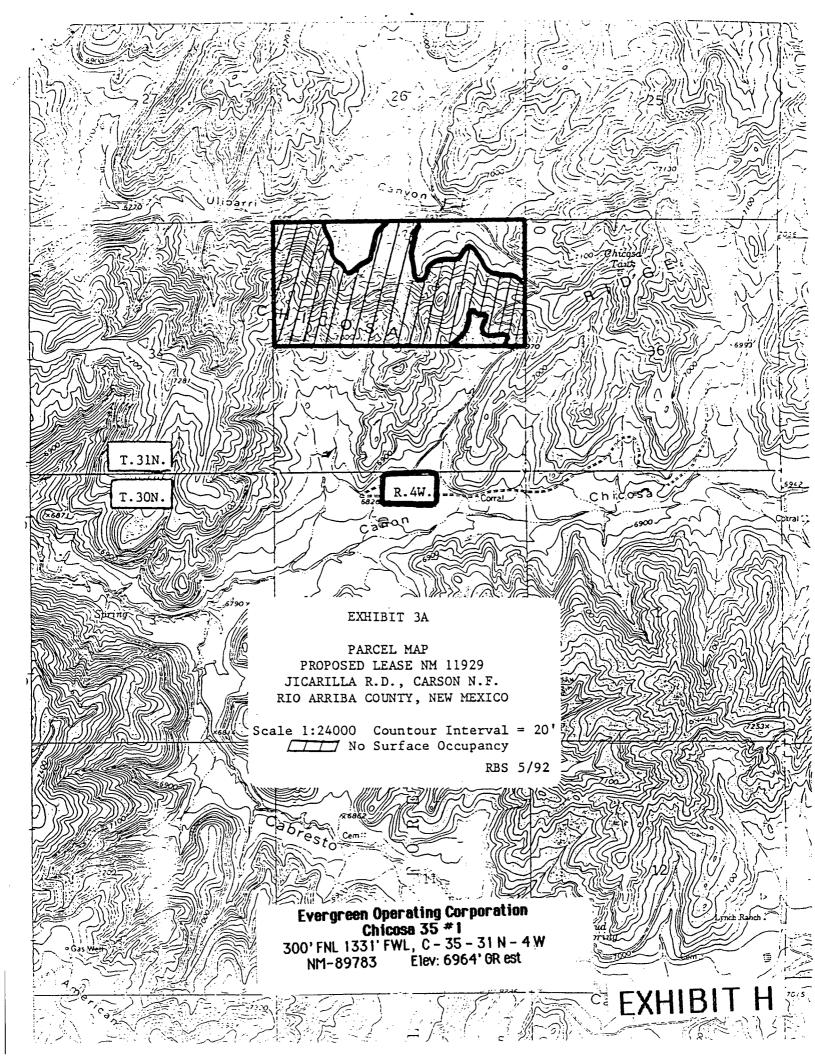
Southland Royalty Company • P.O. Box 4289
Farmington, New Mexico 87499-4289

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.



STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



June 8, 1993

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

Evergreen Operating Corporation c/o A. R. Kendrick P. O. Box 516 Aztec, New Mexico 87410

Re: Application for an Unorthodox Coal Gas Well Location; Chicosa "35" Well No. 1; 300'FNL -1331'FWL (Unit C) of Section 35, Township 31 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico.

Dear Mr. Kendrick:

The subject application dated June 3, 1993 references an existing well pad, I find no such location in our records of an existing well or abandoned location that might of had a well pad prepared. Please provide me a detailed explanation and a plat of this "existing location" to supplement this application. Thank you.

Sincerely,

Michael E. Stogner Chief Hearing Examiner/Engineer

cc: Oil Conservation Division - Aztec

U. S. Forest Service - Blanco

U. S. Bureau of Land Management - Farmington

A. R. KENDRICK

OIL CONSERVATION DIVISION

RECEIVED

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

June 10, 1993

'93 JUN 14' AM 8 57

Mr. Michael E. Stogner
Oil Conservation Division
Box 2088
Santa Fe, New Mexico 87499-2088

Re: Application for Non-Standard Location Evergreen Operating Corporation Chicosa 35 #1 300' FNL 1331' FWL, Section 35, T31N, R4W

Dear Mr. Stogner:

We measured, by tape, 50 feet from the dry hole marker of the Resources Investment Corporation Rio Federal #1-35 to set the location stake for the Chicosa 35 #1 well.

We elected to not assume the liability of the location of the Rio Federal #1-35; so, we surveyed to the northwest corner of Section 35 and to a known corner in Section 26 to determine the location of the Chicosa 35 #1.

Based upon our field measurements and the position on the USOS Bixler Ranch Quadrangle, we believe we have properly identified the location of the Chicosa 35 # 1.

Enclosed are copies of Forms C-102 and C-105 from the file of the Rio Federal #1-35 well which were obtained from the Aztec office of the OCD..

If further information is needed, please contact us.

Yours very truly.

A. R. Kendrick

Enclosures as stated

xc: Oil Conservation Division - Aztec

U. S. Forest Service - Blanco

U. S. Bureau of Land Management - Farmington Evergreen Operating Corporation - Denver





ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

₩ PRUG FREE

June 8, 1993

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

Evergreen Operating Corporation c/o A. R. Kendrick P. O. Box 516 Aztec, New Mexico 87410

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Sincerely,

Michael E. Stogner Chief Hearing Examiner/Engineer

cc: Oil Conservation Division - Aztec

U. S. Forest Service - Blanco

U. S. Bureau of Land Management - Farmington

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Torn Colin Supervedor (61 Ellective 1-1-65

All distances must be from the outer houndaries of the Section Resources Investment 41-35-Rio Foo Township 3/ North Unit Letter Section Actual Footage Location of Well: North lent from the West 860 feet from the Ground Level Elev. Producing Formation Dedicated Acreages 6964' Acres 2 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? 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 interests, has been approved by the Commission. CERTIFICATION Resource Investment Corporation Rio Fed. # 1-35 I hereby certify that the information contoined herein is true and complete to the best of my knowledge and belief. P+ A'est: 2/11/81 830 W. R. Brown Position District Landman Resources Investment Corp. September 22, 1980 tilly that the well location this play was plotted from field notes of acital surveys made by me or under my supervision, and that the same Certificate Ha.

BCO

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Form 9-330					,				
(Rev. 5-63)		UNI	TED S	TATES	SUBM	IIT IN	DUPLICATE • (See other i	Buc	rm approved. dget Bureau No. 42-R355.5.
فسسنس	DEPAR'	TMEN'	T OF	THE IN	NTERIO	R	structions o	n E .n.on prov	GNATION AND SERIAL NO.
		GEOLO	GICAL	SURVE	Υ	•		NM 119	29
WELL CO	ADI ETIONI	OD 01		CTION	DEDODI	ANIE	100*	6. IF INDIAN,	ALLOTTEE OR TRIBE NAME
,	MPLETION			LETION	KEPOKI	ANL	LOG	_	
1a. TYPE OF WEL	L: OII.	ւե 🔲 🥇	WELL .	DRY X	Other			7. UNIT ACREE	MENT NAME
b. TYPE OF COM	PLETION:		B1 11/1 —	DIFF.					
WELL L	OVER L EN		PLUG	RESVR.	Other		<u> </u>	S. FARM OR LE	<i>:</i> .
2. NAME OF OPERAT					· , •	•		Rio Fed	1 · · ·
Resources 3. ADDRESS OF OPER	İnvestmen	t Corpo	ration					9. WELL NO. 1-35	
	onda Tower	Donye	›∽ "ሮ∩ ያ	80303	an a sa angar				POOL, OR WILDCAT
4. LOCATION OF WEI		-	-	¥.	ny State regui	irements)•	Wildca	
	60' FNL &	_						\	M., OR BLOCK AND SURVEY
				, , , , , , , , , , , , , , , , , , ,	F	107	ეი `	OR AREA	
At top prod. int	ervai reported be	^{low} San	ne .	, , , , , , , , , , , , , , , , , , ,	RARI		-UBHEY	35-31N	-4W
At total depth	Same		;	,		c)C	AL SUNITOR		
			1	4. PERMIT N	o. CE	(DATE)	BSUED	12. COUNTY OR PARISH	13. STATE
:				· · · · · · · · · · · · · · · · · · ·	1 1 7. 613		·	Rio Arrib	
.5. DATE SPUDDED	16. DATE T.D. 1	ŀ		MPL. (Ready				, RT, GR, ETC.)*	19. ELEV. CASINGHEAD
9-27-80 20. total depth, md	10-26-8	O BACK T.D.		1 2/11/8	ULTIPLE COMPL		33' KB 23. INTERVALS	BOTARY TOOLS	CABLE TOOLS
6525	21. P.C.		., MD & 14D		MANI*	'''	DRILLED BY		1 77/4
0323 24. PRODUCING INTER	EVAL(S). OF THIS	N/A	N-TOP, BOT	TOM. NAME	(MD AND TVD)	• 1		0-TD	25. WAS DIRECTIONAL
•							,		SURVET MADE
N/A						: 2:			No
6. TYPE ELECTRIC	AND OTHER LOGS	RUN	••	·				2	7. WAS WELL CORED
DIL/SP, F	DC/CNL/GR/	CAL, CH	BL/GR/C	CL			•	77 - 77	No
28.					eport all string	78 set in		<u></u>	
CASING SIZE	WEIGHT, LB.		PTH SET ()		IOLE SIZE	-	CEMENTIN		AMOUNT PULLED
7"	32.75#		293'		3-3/4"	-	75 sx C1.	"D"	None
<u> </u>	20#	 €	4155	·	9-7/8"	_	0 sx C1.	"B"	None
· · · · · · · · · · · · · · · · · · ·	_					-		e de la companya de l	
29.	- !	LINER R	ECORD			ENTERE V	30m	TUBING RECOR	RD .
SIZE	TOP (MD)	BOTTOM		KS CEMENT		1	SIZE'S	DEPTH SET (MD)	
412"	4044)	6523		175 sx	N/A ²	11 11 11	1 780	A S	
					1 10				
31. PERFORATION REC	CORD (Interval, s	ize and nur	mber)		82.			CTURE, CEMENT	SQUEEZE, ETC.
6247-59';	10 Shota				DEPTH IN			AMOUNT AND KIND	OF MATERIAL USED
	10 Shots		. 4		$\Delta \Delta$	500. 1	P1	ease see ad	dendum.
	Squeeze Sh					ST.	-11/1. Re		<u> </u>
,	- 1								<u> </u>
33.*				DD	ODUCTION		Part of the last o	* * * * * * * * * * * * * * * * * * * *	·
ATE FIRST PRODUCT	TON PROD	UCTION MET	THOD (Flows		pumping—size	and ty	pe of pump)	WELL ST	TATUS (Producing or
								shut-i	
DATE OF TEST	HOURS TESTED		E SIZE	PROD'N. FOR	OIL-BBL.		GAS-MCF.	WATER—BBL.	GAS-OIL BATIO
			'	TEST PERIOD					
FLOW. TUBING PRESS.	CASING PRESSU		UR RATE 1	OIL-BBL.	GAS-	-MCF.	WATE	R—BBL. O	IL GRAVITY-API (CORR.)
		-				. ; ;			
34. DISPOSITION OF G	AS (Sold, used fo	r fuel, vente	ed, etc.)					TEST WITNESS	D BY

Addendum

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED TITLE District Engineer DATE

35. LIST OF ATTACHMENTS

*(See Instructions and Spaces for Additional Data on Reverse Side)

FARMINGTON DISTRICT

ACCEPTED FOR NECORD

MERIDIAN OIL

OIL CONSERVE FOR DIVISION

REC: VED

June 25, 1993

FAXED 827-5741

'93 JUN 28 AM 9 56

RE:

New Mexico Oil Conservation Division Attn: Mr. Michael Stogner P.O. Box 2088 Santa Fe, NM 87499-2088

EVERGREEN OPERATING CORP.
UNORTHODOX WELL LOCATIONS

CHICOSA 35 #1 300' FNL, 1331' FWL SEC. 35-31N-4W

CHICOSA 36 #1 1174' FNL, 790' FWL SEC. 36-31N-4W

CHICOSA 36 #2
866' FSL, 1340' FEL
SEC. 36-31N-4W
ALL IN RIO ARRIBA COUNTY, NEW MEXICO

Dear Mr. Stogner:

Meridian Oil Inc. and Southland Royalty Company, as offset Operators, hereby waive objection to the Chicosa 36 #1 and #2 unorthodox well locations. Executed copies of Evergreen's waiver letters are attached for your records.

Meridian is currently working with Mr. Al Kendrick to ascertain if any other orthodox well locations are possible regarding the Chicosa 35 #1 well. We request that the Division delay approval of the 35 #1 unorthodox location until other possible locations can be evaluated. Mr. Kendrick and Meridian believe this process will require an additional two weeks. Please call me at (505) 326-9760 if you have additional questions concerning this matter.

Yours very truly,

Linda Donohue Senior Landman

LD/pr ldjune.27

xc:

Al Kendrick Evergreen

MERIDIAN OIL, INC.

P. O. Box 4289 Farmington, New Mexico 87499-4289

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

Re: Waiver of Objection
Application for Non-Standard Location
Evergreen Operating Corporation
Chicosa 36 #2
866' FSL 1340' FEL of section 36, T31N, R4W

Gentlemen:

We, the Meridian Oil, Inc., as an offset owner hereby waive objection to the subject application.

Yours very truly,

MER	IDIAN OIL. INC.
Ву	Kinda Donohue
Date _	6-25-93

SOUTHLAND ROYALTY COMPANY

P. O. Box 4289 Farmington, New Mexico 87499-4289

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

Re: Waiver of Objection
Application for Non-Standard Location
Evergreen Operating Corporation
Chicosa 36 #2
866' FSL 1340' FEL of section 36, T31N, R4W

Gentlemen:

We, the Southland Royalty Company, as an offset owner hereby waive objection to the subject application.

Yours very truly,

By Jinda Donohue

Date 6-25-93

MERIDIAN OIL, INC.

P. O. Box 4289 Farmington, New Mexico 87499-4289

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

Re: Waiver of Objection
Application for Non-Standard Location
Evergreen Operating Corporation
Chicosa 36 #1
1174' FNL 790' FWL of section 36, T31N, R4W

Gentlemen:

We, the Meridian Oil, Inc., as an offset owner and as operator of the Rosa Unit hereby waive objection to the subject application.

Yours very truly,

By Junda Donohue

Date 6-25-93

SOUTHLAND ROYALTY COMPANY

P. O. Box 4289 Farmington, New Mexico 87499-4289

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

Re: Waiver of Objection
Application for Non-Standard Location
Evergreen Operating Corporation
Chicosa 36 # 1
1174' FNL 790' FWL of section 36, T31N, R4W

Gentlemen:

We, the Southland Royalty Company, as an offset owner hereby waive objection to the subject application.

Yours very truly,

SOUTHLAND ROYALTY COMPANY

Date 6-25-93

Complete Terms 1 and or 2 for additional services. Complete Terms 3 and 4 & b. Complete Terms 3 and 4 & b. First, your items and address on the reverse of this form so that we can to complete terms 3. and 4 & b. First, your items and address on the reverse of this form so that we can to complete the card to your items and address on the reverse of this form so that we can to complete the card to your items and address on the mailplece at on the sack it space. Attachilities form to the front of the mailplece at on the sack it space. Attachilities form to the front of the mailplece below the stricts number. The Restricted Delivery complete the complete the consult posturaster for fee. Southland Royalty Company Box 4289 Earning ton, NM 87499-4289 Earning ton, NM 87499-4289 Earning ton, NM 87499-4289 Date of Polivery Ab. Service Type COD Marchandise To Date of Polivery Marchandise To Date of Polivery	Signature (Addressee) Signature (Addressee) Signature (Agent) Signa	The first part of the state of this form so that we can indicate it is a state of the state of this form so that we can indicate it is a state of the state of
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Address (Only If requested d)	Corporation 4b Service Type K Place TX 77380 Registered COD Expres Mail Return Receipt for Merchandise	Complete items 1 and/or 2 for additional services. Complete items 3, and 4s & b. Complete items 3, and 4s & b. Print your name and address on the reverse of this form contractive (can fee) Finit your name and address on the reverse of this form contractive (can fee) Attract this form to the front of the mailpiece of on the backfrashes Attract this form to the front of the mailpiece of on the backfrashes Attract this form to the front of the mailpiece of on the backfrashes Attract this form to the front of the mailpiece below the article number. The Return Receipt Requested on the article was delivered and the date Consult postmaster for fee delivered. 3. Article Addressed to: As Article Number.	Signature (Application of the Communication of the	dian Oil, Inc.	Complete items 1 and/or 2 for additional services. Complete items 3 and 4a & b. Print your name and address on the reverse of this form so that we can return this card to you. Attach this form to the front of the melipiece or on the backli space. Attach this form to the front of the melipiece or on the backli space. Write "Return Receipt Requested" on the melipiece below the article number. Write "Return Receipt will show to whom the article was delivered and the date consult postmaster for fee. The Return Receipt will show to whom the article was delivered and the date consult postmaster for fee.
8. Addressee's Address (Only if requested and fee is paid) 6. Signature (Agent) PS Form 3811, November 1990 *u.s. GPO: 1991–287-066 DOMESTIC RETURN RECEIPT	35 #1 P 911 175 240 Gobernador Route Blanco, NM 87412 Blanco COD Express Mail Return Receipt for Merchandise 7. Date of Delivery	terms) and/or 2 for additional services. Items) and 4e & b	and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid) and fee is paid)	35 #1 4a Article Number Souhtland Royalty Company Box 4289 Farmington, NM 87499-4289 Farmington, NM 87499-4289 Certified Express Mail Return Receipt for Merchandise 7. Date of Delivery	everse of this form so that the mailplece blor on the back if the mailplece below the article was delivered an

SENUCEK:. • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4e & b. • Complete items 3, and 4e & b. • Print your name and address on the reverse of this form so that we can fee): • Attach this form to the front of the mailpiece, or on the back if space • Ones not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date Consult postmaster for fee.	Re die	E. Signature (Addressee) B. Addressee's Address (Only it requestee) and fee is paid) and fee is pai	Express Mail Express Mail 7. Date of Delivery and fee is paid) Ture (Aggnt) **The Company of the Company of	The Return Receipt will show to whom the enticle was delivered and the date 2. Restricted Delivery entire will show to whom the entire was delivered and the date 2. Restricted Delivery entire will show to whom the entire was delivered and the date 2. Restricted Delivery entire will show to whom the entire was delivered and the date 2. Restricted Postmaster for fee: 2. Restricted Postmaster	SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, and 4a & b. Complete items 3, and 4a & b. Print your name and address on the reverse of this form so that we can return this card to you. Attach this form to the front of the mailpiece, or on the back if space does not permit.
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