

August 23, 1988

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

RE: Application for Unorthodox Location
Nassau Resources, Inc.
Carracas Unit 18 B #15
580' FSL - 1710' FSL
Sec. 18, 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 topographic conditions and Carson National Forest requirements.

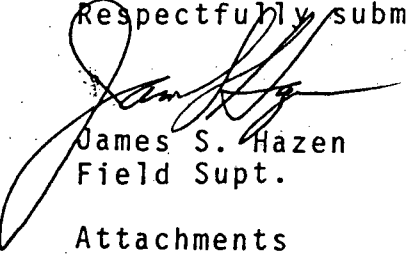
Attached is a copy of a letter from Philip Settles of the Jicarilla Ranger District of Carson National Forest indicating their guidelines for development. In addition to wildlife habitat protection and off-road vehicle restriction, the proposed location would save numerous existing ponderosa pine trees.

This well is in Nassau's Carracas Unit. As indicated by the attached lease plat, all offsetting leases are owned by Kindermac Partners, Inc. Kindermac, an operating affiliate of Nassau Resources, has been notified of this application.

Also attached are production and topographic maps of the area.

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

Respectfully submitted,


James S. Hazen
Field Supt.

Attachments

fp

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

*Talk w/ Carmie Bush
about this being OK'd
8/29/88*
*Talk w/ Ken & Craig about
the association w/
Kinder Mac
Group
OK.*

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

Operator Nassau Resources, Inc.		Lease Carracas Unit 18 B		Well No. 15
Unit Letter 0	Section 18	Township 32 North	Range 4 West	County Rio Arriba
Actual Footage Location of Well:				
580	feet from the South	line and	1710	feet from the East line
Ground Level Elev. 7329	Producing Formation Fruitland	Pool WC Fruitland	Dedicated Acreage 160.0 Acres	

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?

☒ 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.) _____

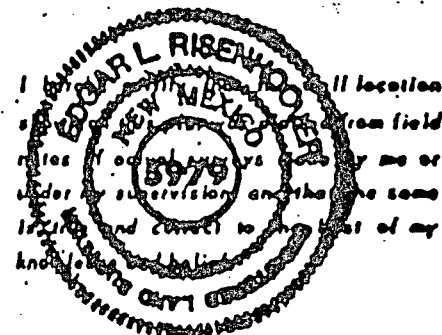
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.

① 34.83	RESTAKED 7/21/88. Supercedes Plat dated 6/5/88.	No Other Well in Unit.
② 34.90		
SECTION 18	NM 30015 Kindermac Partners 100%	
③ 34.96		
④ 35.03		
Nassau Resources, Inc. Carracas Unit 18 B #5 Appl. for Unorthodox Loc.		
1710' 580'		

CERTIFICATION

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

Name
James S. Hazen
Position
Field Supt.
Company
Nassau Resources, Inc.
Date
August 9, 1988



Date Surveyed
July 21, 1988

Registered Professional Engineer
and/or Land Surveyor

Edgar L. Riser
Certificate No. 5000



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

RECEIVED

Nassau Resources, Inc.
Carracas Unit 18 B #5
Appl. for Unorthodox Loc.

[illegible]

19

20

21

22

ARRIBA

7

8

11

12 R5W

R4W

Pan Am

18

17

Proposed
Location



T32N

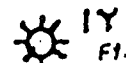
14

13

19

20

Frontier Energy



17-0
ft

Arboles

23

24

30

29

Technigas Inc



Arboles A

Belco Pet

26

25

Nassau Resources, Inc.
Carracas Unit 18 B #5
Appl. for Unorthodox Loc.

2

Caracas Mesa

Pan Am

ADO 294 4558 III SE
235 CARRACAS

BANCO
7.5 MINU

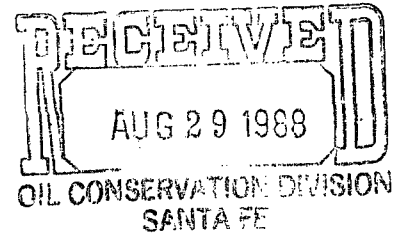
ARCHULETA CO
RIO ARriba CO
200 000 FEET



Proposed Location

Nassau Resources, Inc.
Carracas Unit 18 B #5
Appl. for Unorthodox Loc.

August 23, 1988



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

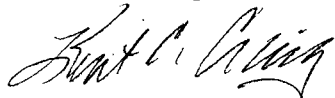
Re: Application for Unorthodox Location
Nassau Resources
Carracas Unit 18B #15
Sec. 18-T32N-R4W
Rio Arriba County, New Mexico

Dear Mr. Busch:

Reference is made to the captioned well proposed by Nassau Resources wherein Nassau is seeking administrative approval for an unorthodox location.

Please be advised that Kindermac Partners, owner of all the offsetting leases and offsetting locations, does not object to Nassau's proposed location. Please advise should you need anything additional.

Very Truly Yours,


Kent C. Craig

KCC/rc

cc: N.M.O.C.D.
1000 Rio Brazos Road
Aztec, New Mexico 87410

Fran Perrin

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



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

10001 THE PLAZAS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6170

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 8-29-88

RE: Proposed HC _____
Proposed DHC _____
Proposed HSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PHX _____

NSL-2571

Gentlemen:

I have examined the application dated 8-25-88
for the NASSAU RESOURCES, INC. CARRACAS UNIT 188#15 0-18-324-40
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

APPROVE

Yours truly,

[Signature]

