

September 20, 1989

RECEIVED

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

SEP 21 1989

OIL CONSERVATION DIV.
SANTA FE

RE: Application for Unorthodox Location and
Non-standard Proration Unit
Nassau Resources, Inc.
Carracas Unit 11 B #15
600' FSL - 1590' FEL
Section 11, 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 Carson National Forest requirements for development, archeological findings and terrain.

The location is in an area considered to be important to wildlife management and Carson National Forest guidelines have restricted placement of a location. Rugged terrain and cultural resources in this area, especially to the northwest, have limited placement.

Section 11 is a fractional section, bordering the State of Colorado on the north, and consisting of 269.92 acres. It is requested that all of Section 11 be designated as a non-standard proration unit.

This well is in Nassau's Carracas Unit. Amoco Production Co. is a party to the unit and has been notified of this application by certified mail. Jerome P. McHugh and Kindermac Partners are operating affiliates with Nassau. There are no other offsetting operators.

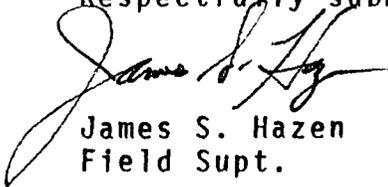
Also attached are the C-102 plat, production map, topographic map and a copy of a letter from Philip Settles of the Jicarilla Ranger District of Carson National Forest.

NASSAU RESOURCES, INC.
Application for Unorthodox Location and NSP
September 20, 1989

Page 2

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

Respectfully submitted,



James S. Hazen
Field Supt.

Attachments

XC: Ernie Busch, NMOCD, Aztec, NM
Jerome P. McHugh & Kindermac Partners
Amoco Production Co.

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 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 11 B			Well No. 15		
Unit Letter G	Section 11	Township 32 North	Range 4 West	County NMPM		Rio Arriba		
Actual Footage Location of Well: 600 feet from the South line and 1590 feet from the East line								
Ground level Elev. 6393	Producing Formation Fruitland Coal		Pool Basin Fruitland Coal			Dedicated Acreage: 269.92 Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hachure 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 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 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: *[Signature]*

Printed Name: James S. Hazen

Position: Field Supt.

Company: Nassau Resources, Inc.

Date: 9/20/89

SURVEYOR CERTIFICATION

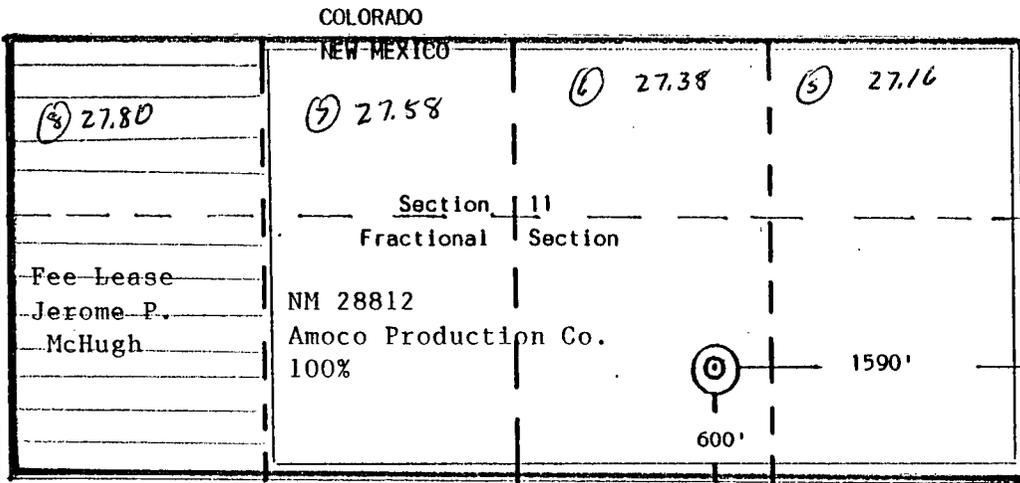
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: September 15, 1989

Signature & Seal of Professional Surveyor: *[Signature]*

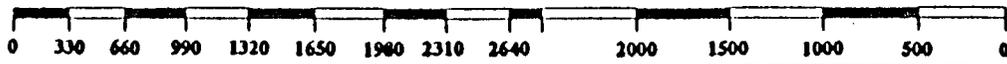
Certificate No. 5979

Edgar L. Risenhoover



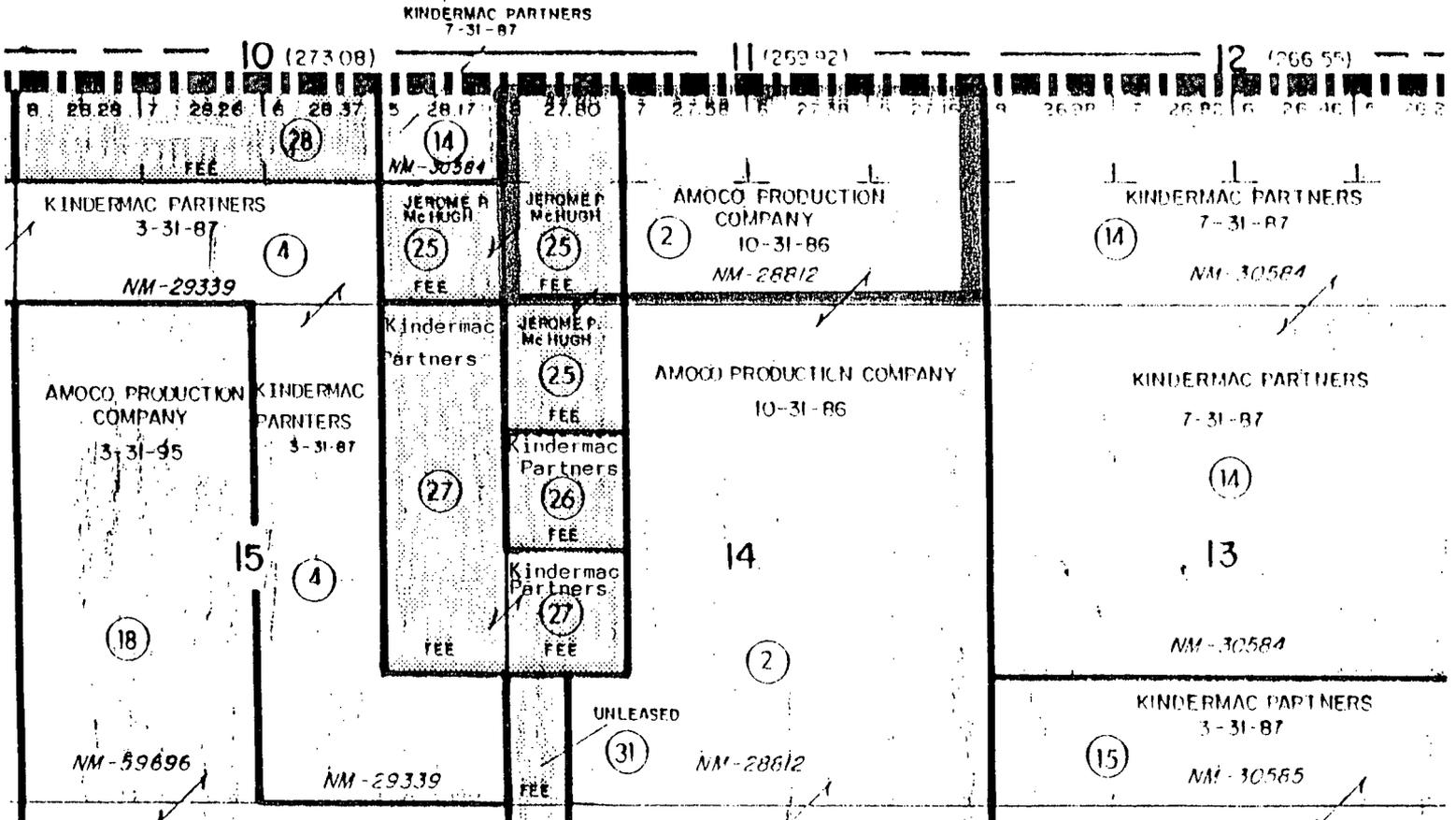
269.92/320 = 84.35%

NASSAU RESOURCES, INC.
 Carracas Unit 11 B #15
 Appl. for Unorthodox Loc.
 and NSP



LEASE PLAT

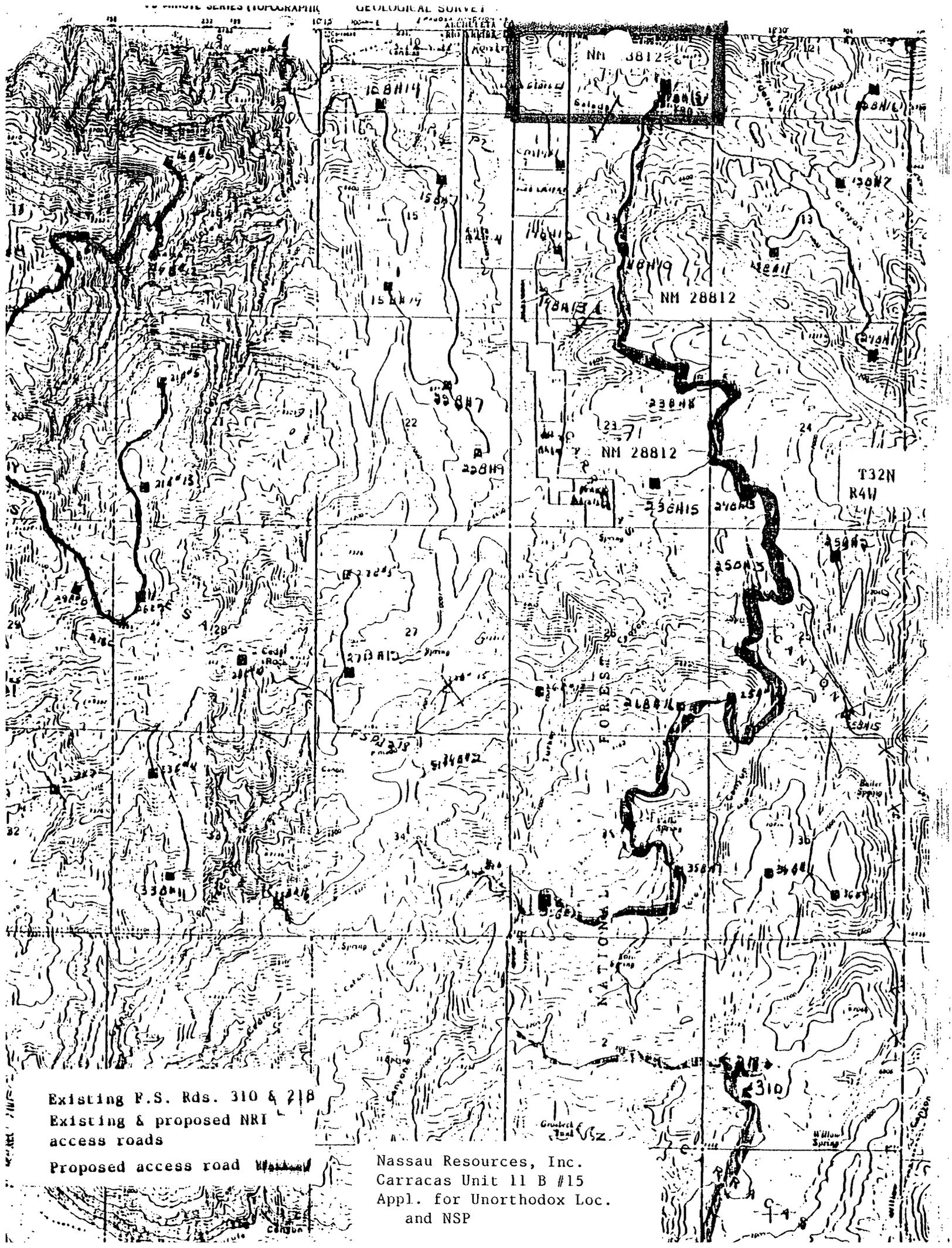
Township 32 North, Range 4 West, NMPM, Rio Arriba County, New Mexico



Party to the Unit:
Amoco Production Co.

Operating Affiliates:
Kindermac Partners
Jerome P. McHugh

Nassau Resources, Inc.
Carracas Unit 11 B #15
Appl. for Unorthodox Loc.
and NSP



Existing F.S. Rds. 310 & 218
Existing & proposed NRI
access roads
Proposed access road

Nassau Resources, Inc.
Carracas Unit 11 B #15
Appl. for Unorthodox Loc.
and NSP

13

18

17

24

19

20

COLO.

N. M.

10

COUNTY

12

1 mile

Proposed CU 11 B #15

MelHouan

Q1 Carracas Mesa 14 #1

15

14

13

Proposed CU 13 B #11

Proposed CU 14 B #10

T32N
R4W

22

23

T32N

Nassau Resources, Inc.
Carracas Unit 11 B #15
Appl. for Unorthodox Loc.
and NSP



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

September 20, 1989

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Amoco Production Co.
Attn: J W Hawkins - Land Department, Proration Group
P O Box 800
Denver, CO 80201

RE: Application for Unorthodox Location and
Non-standard Proration Unit
Nassau Resources, Inc., Carracas Unit 11 B #15
Section 11, Township 32 North, Range 4 West, NMPM
Rio Arriba County, New Mexico

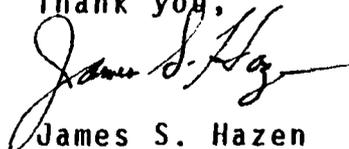
Dear Mr. Hawkins:

Enclosed is a copy of the subject Application for Unorthodox
Location and Non-standard Proration Unit.

Amoco Production Co. is a party to the Nassau Resources, Inc.,
Carracas Unit; if Amoco has no objection to this application, we
request that you notify the Oil Conservation Division as soon as
possible. Please send a waiver to the attention of Michael
Stogner, New Mexico Oil Conservation Division, P O Box 2088,
Santa Fe, New Mexico 87504.

Please feel free to call if you have any questions.

Thank you,



James S. Hazen

Enclosure

xc: NMOCD, Santa Fe, NM



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

NSL-2724

GARREY CARRUTHERS
GOVERNOR

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

September 13, 1989

Nassau Resources, Inc.
c/o Jerome P. McHugh & Associates
P.O. Box 809
Farmington, NM 87499-0809

Attention: Fran Perrin

RE: Application for an unorthodox
coal gas well location and a non-
standard gas proration unit.
Carracas Unit 11-B Well No. 15;
11-32N-4W, Rio Arriba County,
New Mexico.

Dear Ms. Perrin:

Per our telephone conversation, the subject filing is hereby withdrawn and is
being returned to you at this time.

Thank you for your cooperation.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec



OIL CONSERVATION DIVISION
RECEIVED

'89 OCT 12 AM 8 30

Amoco Production Company

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

October 5, 1989

Michael Stogner
New Mexico Oil Conservation Division
PO Box 2088
Santa Fe, NM 87504

File: NWA-693-986.511

Dear Mr. Stogner:

Waiver of Objection to Nassau Resources, Inc. Application
for Unorthodox Location and Non-Standard Proration Unit
Carracas Unit 11B No. 15
Section 11-T32N-R4W
Rio Arriba County, New Mexico

Amoco Production Company has no objection to the above
referenced application by Nassau Resources, Inc. for the
Carracas Unit 11B No. 15 well as proposed.

Sincerely,

J.W. Hawkins

JWH/ae

cc: James S. Hazen
Jerome P. McHugh and Associates
PO Box 809
Farmington, NM 87499

J.L. Spitler - Building



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

GARREY CARRUTHERS
 GOVERNOR

Date: 10-17-89

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 _____

Gentlemen:

I have examined the application dated 9-21-89

for the MASSALI RESOURCES, INC. CANACAS U11B #15
 Operator Lease & Well No.

G-11-32N-4W and my recommendations are as follows:
 Unit, S-T-R

Approved

Yours truly,

E. Beal