

OIL CONSERVATION DIVISION
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AMERADA HESS CORPORATION

P. O. DRAWER "D"
MONUMENT, NEW MEXICO 88265

August 12, 1992

State of New Mexico
Energy, Minerals and Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87505

ATTN: Mr. William J. Lemay

Re: Application for Administrative
Unorthodox Gas Well Location
Eumont Yates 7RQ (Pro Gas)
660' FEL and 1980' FNL
Section 11, T-20S, R-36E
Lea County, New Mexico

Gentlemen:

Amerada Hess Corporation respectfully requests administrative approval of our application for the unorthodox gas well location.

We are planning to recomplete the H.W. Andrews #3 in the Eumont Yates Seven Rivers Queen Gas Pool. The H.W. Andrews #3 is located 660' FEL and 1980' FNL, Section 11, T-20S, R-36E, Lea County, New Mexico. The well was officially abandoned in the Eunice Monument G/SA Zone in March, 1989. The proposed location is within an existing 240 acre proration unit, the H.W. Andrews Lease consisting of the E/2 NE/4 of Section 11, and the W/2 W/2 Section 12, T-20S, R-36E. The proposed location is unorthodox by virtue of being within 1980' of the end boundary.

This will be the second Eumont Well within the subject proration unit. The H.W. Andrews #3 shown on the attached plat, currently produces 100 MCFPD.

Since the minimum gas allowable was increased by Order No. R-8170-G, December 1, 1990 to 600 MCFD for a 160 acre proration unit, the proposed well will enable Amerada Hess Corporation to economically increase gas production from the unit.

R-8173

A well location and acreage dedication plat is attached as well as a map showing ownership of all leases offsetting the proration unit for which the unorthodox location is sought, and also the wells completed thereon. Furthermore, a copy of this letter has been sent by certified mail to Conoco, Arco, Texaco and Meridian, the four offset operators of offset proration units.

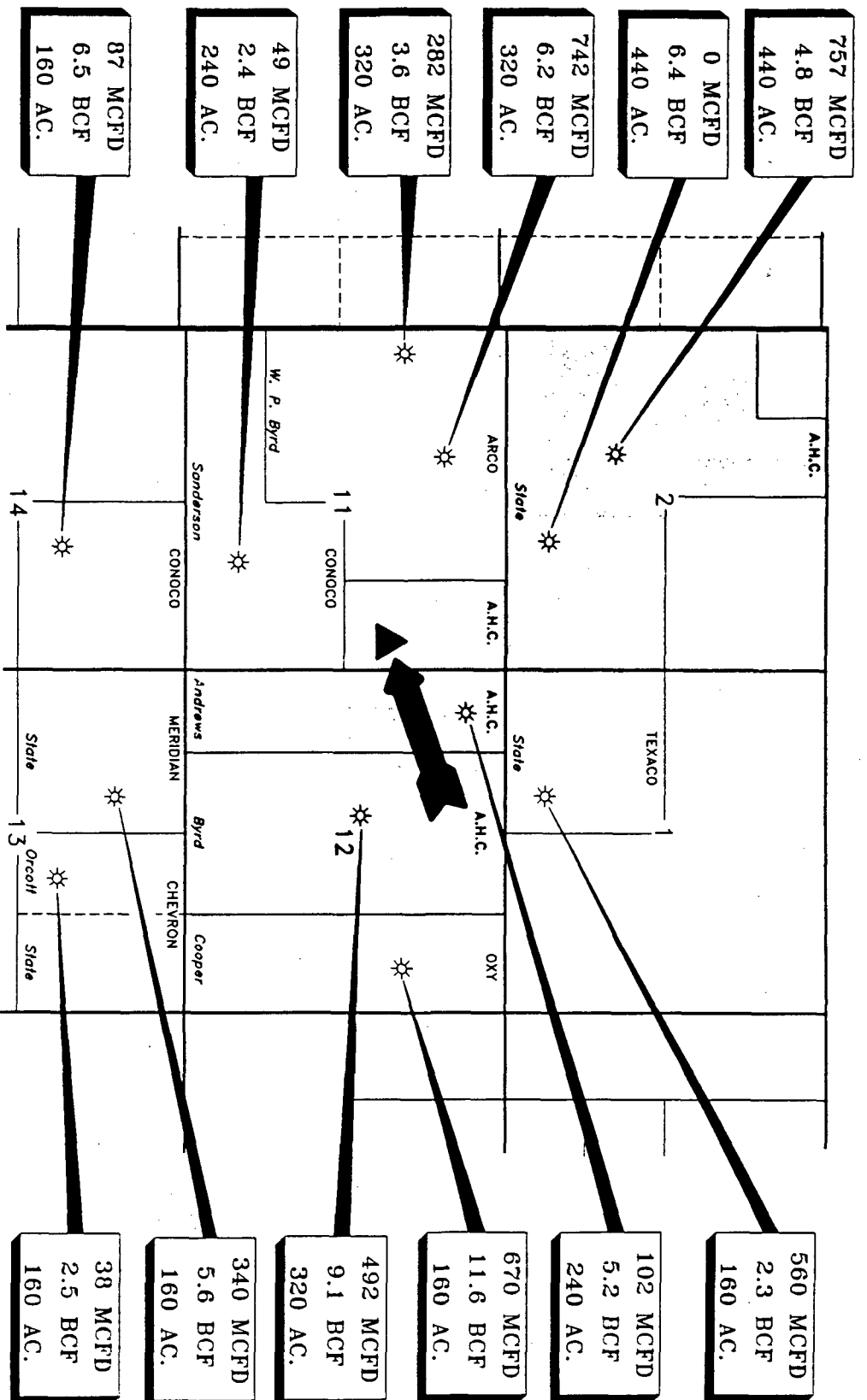
Sincerely,

A handwritten signature in cursive script, appearing to read "G.A. Greer".

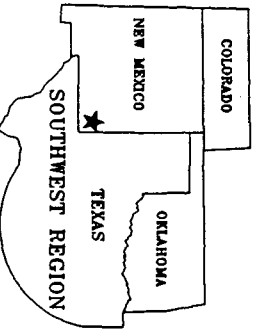
G.A. Greer
District Engineer

Attachments

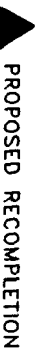
XC: NMOCD - Hobbs



LOCATION MAP



WELL INFORMATION



LEGEND

WELL COUNT

LEASE INFORMATION

AMERADA HESS CORPORATION
SOUTHWEST REGION

H. W. ANDREWS LEASE
T-20-S - R-36-E
LEA COUNTY, NEW MEXICO

ORIGINATOR: D. VARD-VANN
DATE: JULY 13, 1992

FILE NO. HVANDLSE

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 Amerada Hess Corporation | | | Lease H. W. Andrews | | Well No. 3 |
| Unit Letter H | Section 11 | Township 20S | Range 36E | County NMFM | Lea |
| Actual Footage Location of Well: 1980 feet from the North line and 660 feet from the East line | | | | | |
| Ground level Elev. 3571' | Producing Formation Eumont Yates 7RQ | | Pool Eumont Proration | | Dedicated Acreage: 240 Acres |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.

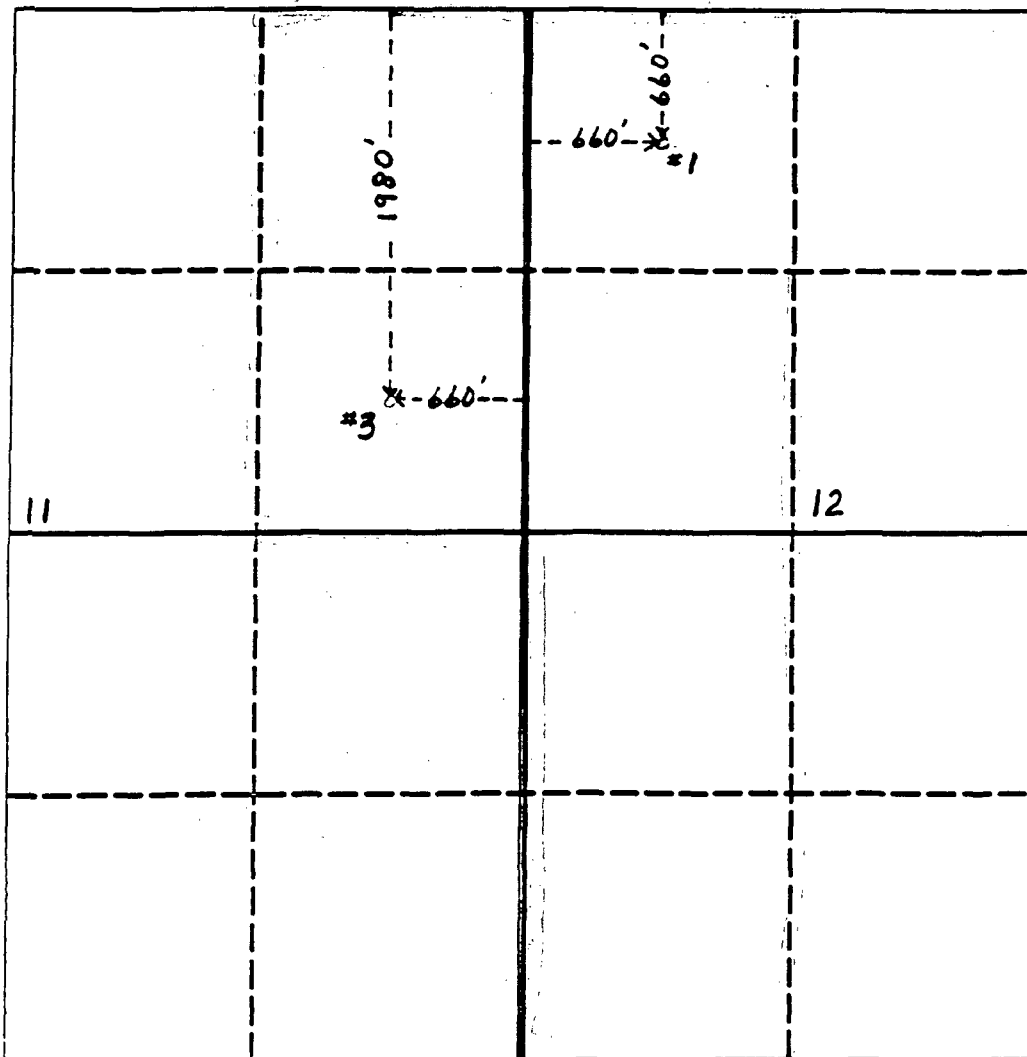
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).

3. If more than one lease of different ownership is dedicated to the well, have the 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

Printed Name

R. L. Wheeler, Jr.

Position

Supv. Adm. Svc.

Company

Amerada Hess Corporation

Date

7-31-92

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

Signature & Seal of
Professional Surveyor

Certificate No.



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

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8-17-92

BRUCE KING
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL ☒ _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Amerada Hess Corp. N.W. Andrews #3-H 11-20-36
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

~~OK~~ OK

Yours very truly,

Jerry Sexton
Supervisor, District 1

/ed

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 797

Order No. R-573

THE APPLICATION OF AMERADA PETROLEUM
CORPORATION FOR AN ORDER GRANTING
APPROVAL OF AN EXCEPTION PURSUANT TO
RULE 5 (a) (EUMONT) OF ORDER NO. R-520 IN
ESTABLISHMENT OF A NON-STANDARD GAS
PRORATION UNIT OF 240 CONTIGUOUS ACRES
CONSISTING OF THE E/2 NE/4 OF SECTION 11,
AND THE W/2 W/2 OF SECTION 12, TOWNSHIP
20 SOUTH, RANGE 36 EAST, NMPM, LEA COUNTY,
NEW MEXICO, IN THE EUMONT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 16, 1954,
at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred
to as the "Commission".

NOW, on this 13th., day of January, 1955, the Commission, a quorum
being present, having considered the records and the testimony adduced at said hearing,
and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof
having been given as required by law, the Commission has jurisdiction of this case and
the subject matter thereof.

(2) That pursuant to the provisions of Rule 5 (a) of Order No. R-520, the
Commission has authority to permit the formation of a gas proration unit consisting of
other than a legal section after notice and hearing by the Commission.

(3) That the applicant, Amerada Petroleum Corporation, is the owner
of oil and gas lease or leases in Lea County, New Mexico, covering the land concerned
herein which comprises other than a legal section, described as follows:

TOWNSHIP 20 SOUTH, RANGE 36 EAST
E/2 NE/4 of Section 11
W/2 W/2 of Section 12

containing 240 acres more or less.

(4) That applicant, Amerada Petroleum Corporation, has a producing gas well on the aforesaid lease or leases known as Amerada Petroleum Corporation, Andrews No. 1, located 660 feet from the north line and 660 feet from the west line of Section 12, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico.

(5) That said well was completed and on production prior to August 12, 1954, the effective date of Order No. R-520, and is located within the limits of the pool heretofore delineated and designated as the Eumont Gas Pool.

(6) That the royalty interest in the lease or leases covering the proposed proration unit is of common ownership.

(7) That the entire non-standard proration unit as herein proposed may be assumed to be productive of gas from the Eumont Gas Pool.

(8) That it is impractical to pool applicant's leases with adjoining acreage in the W/2 of Section 12 and the NE/4 of Section 11, Township 20 South, Range 36 East, and that there have been no objections to the formation of the proposed 240-acre non-standard proration unit.

(9) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the full use and value of the lease or leases herein described and the well located thereon.

(10) That the creation of the proration unit herein described is in the interests of conservation and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Amerada Petroleum Corporation for the approval of a non-standard proration unit in the Eumont Gas Pool be and the same is hereby approved, and a proration unit consisting of the following described acreage is hereby created:

TOWNSHIP 20 SOUTH, RANGE 36 EAST

Section 11: E/2 NE/4

Section 12: W/2 W/2

(2) That applicant's well, Amerada Petroleum Corporation, Andrews No. 1, located in the NW/4 NW/4 of Section 12, Township 20 South, Range 36 East, NMPM, shall be granted an allowable in the proportion that the above described 240-acre proration unit bears to the standard or orthodox proration unit for the Eumont Gas Pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

State of New Mexico

Oil Conservation Commission

Signed by: John F. Simms, Chairman; E. S. Walker, Member; W. B. Macey, Member and Secretary