

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505

OIL CONSERVATION DIVISION



January 10, 1995

Amerada Hess Corporation
P. O. Box 840
Seminole, Texas 79360

Attention: Randall L. Howell

Administrative Order NSL-749-A(SD)

Dear Mr. Howell:

Reference is made to your application dated November 30, 1994 for an unorthodox Eumont gas well location in an existing non-standard 440.26-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising Lot 3 (the NE/4 NW/4 equivalent), the S/2 NW/4, and the S/2 of Section 2, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Administrative Order NSP-269, as amended.

Eumont gas production from said GPU is currently simultaneously dedicated to the State "J" Gas Com Well No. 4 (API No. 30-025-25216), located at a previously approved unorthodox gas well location (Division Administrative Order NSL-749, dated February 9, 1976) 1980 feet from the South line and 2081 feet from the West line (Unit K) of said Section 2, the State "J" Gas Com Well No. 5 (API No. 30-025-32341), located at a standard gas well location (see Division Administrative Order SD-92-5, dated November 11, 1992) 1650 feet from the South line and 990 feet from the East line (Unit I) of said Section 2, and the State "J" Gas Com Well No. 6 (API No. 30-025-32533), located at a standard gas well location 990 feet from the South and West lines (Unit M) of said Section 2.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox Eumont gas well location is hereby approved:

*State "J" Gas Com Well No. 7
2312'FNL - 1220'FWL (Unit "E") of said Section 2*

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7485

2040 South Pacheco

Office of the Secretary
827-5850

Administrative Services
827-5925

Energy Conservation & Management
827-5900

Mining and Minerals
827-5870

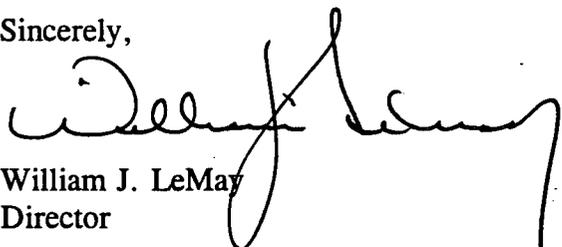
Oil Conservation
827-7131

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Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the proposed State "J" Gas Com Well No. 7 with the existing State "J" Gas Com Well Nos. 4, 5, and 6. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all four wells in any proportion.

All provisions of said Division Administrative Orders NSP-269, NSL-749, and SD-92-5 shall remain in full force and effect until further notice.

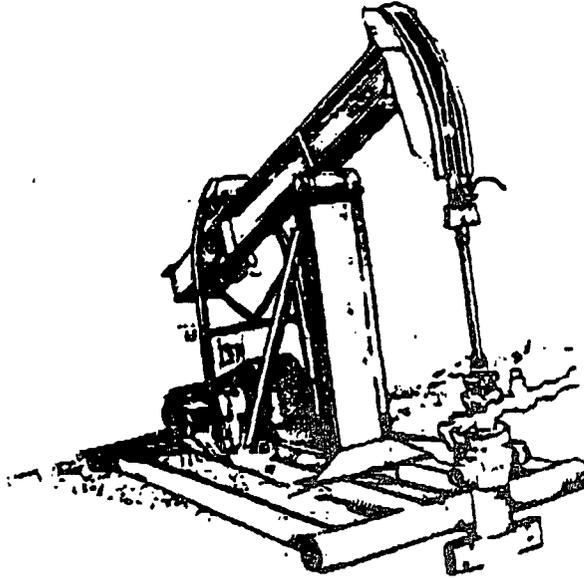
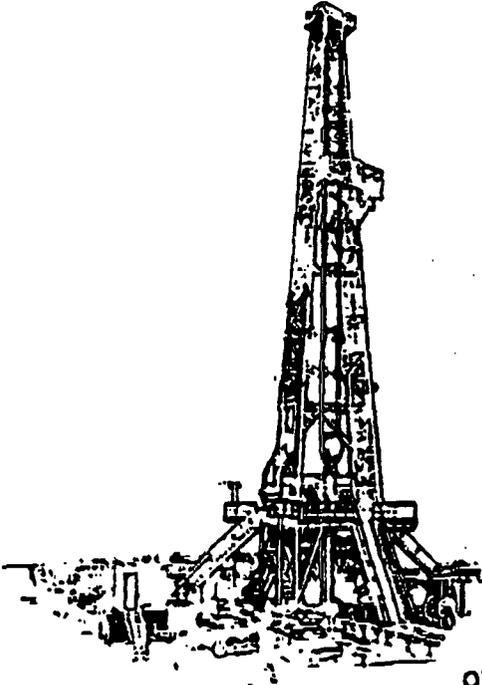
Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico Oil Conservation Division - Santa Fe
File: NSP-269
NSL-749
SD-92-5



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
PHONE: (505) 393-6161
FAX: (505) 393-0720

SHOULD YOU HAVE TROUBLE RECEIVING THIS TRANSMISSION, PLEASE CALL
(505) 393-6161.

TO: ~~DAVID CATANACH~~

COMPANY: OOD

FROM: JERRY SEKTON

DATE: 9-19-95

PAGES INCLUDING COVER PAGE: 7

COMMENTS: PER PHONE CONVERSATION

Memo

From
DAVID CATANACH
Petroleum Engineer

To

Mike,

Jerry said A.H. submitted
this to Hobbs in Okla.
He didn't think they sent
one up here. He asked
if you would take care
of it.

DC

~~SD-92-5.1~~

SD-92-5.1

Rec. 9/19/95

Susp. NA

Released: 10/19/95

October 19, 1995

Amerada Hess Corporation
P. O. Box 52
Monument, New Mexico 88260

Attention: Robert R. Williams, Jr.

Administrative Order SD-92-5.1

Dear Mr. Williams:

Reference is made to your letter dated May 15, 1995 to Mr. Jerry Sexton, Supervisor of the Division's District Office in Hobbs, and forwarded to the Santa Fe office on September 19, 1995. Amerada Hess Corporation is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 440.26-acre gas spacing and proration unit ("GPU") comprising **Lot 3** (the **NE/4 NW/4** equivalent), the **S/2 NW/4**, and the **S/2** of Section 2, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico (approved by Division Administrative Order NSP-269, as amended) from the following five wells:

- the State "J" Gas Com Well No. 4 (**API No. 30-025-25216**) located at a previously approved unorthodox gas well location (Division Administrative Order NSL-749, dated February 9, 1976) 1980 feet from the South line and 2081 feet from the West line (Unit K) of said Section 2;
- the State "J" Gas Com Well No. 5 (**API No. 30-025-32341**) located at a standard gas well location (see Division Administrative Order SD-92-5, dated November 11, 1992) 1650 feet from the South line and 990 feet from the East line (Unit I) of said Section 2;
- the State "J" Gas Com Well No. 6 (**API No. 30-025-32533**) located at a standard gas well location 990 feet from the South and West lines (Unit M) of said Section 2;

- the State "J" Gas Com Well No. 7 (**API No. 30-025-32742**) located at a previously approved unorthodox gas well location [Division Administrative Order NSL-749-A(SD), dated January 10, 1995] 2312 feet from the North line and 1220 feet from the West line (Unit E) of said Section 2; and,
- the newly drilled State "J" Gas Com Well No. 8 (**API No. 30-025-32960**) located at a standard gas well location 990 feet from the South line and 2193 feet from the East line (Unit O) of said Section 2.

Further, Amerada Hess Corporation is permitted to produce the allowable assigned said non-standard 440.26-acre GPU from all five wells in any proportion.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-269
NSL-749
NSL-749-A(SD)
SD-92-5