

PC N/R
1001

AMERADA HESS CORPORATION

P. O. BOX 840
SEMINOLE, TEXAS 79360
915-758-6700

August 19, 1999

Attn: Lori Wrotenbery
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505-5472

AUG 23 1999

Dear Ms. Wrotenbery,

Amerada Hess Corporation respectfully request administrative approval to surface commingle production from New Mexico "F" State Well's No. 2 & 3 (000160), Eunice Monument Grayburg San Andres (23000), with production from New Mexico "F" State Well No. 4 (000160), Eumont Yates 7RQ (76480), at a storage facility located in Unit L, Sec. 17, T20S, R37E, Lea County, N.M.

WELL INFORMATION

New Mexico "F" State Well No. 2 - API No. 30-025-06146, Eunice Monument G/SA located in Unit N, Sec. 17, T20S, R37E, Lea County. Current Production: 1 B.O./D., 1 B.W./D., & 30 MCFGPD. Oil Specific Gravity = 32.3.

New Mexico "F" State Well No. 3 - API No. 30-025-06147, Eunice Monument G/SA located in Unit L, Sec. 17, T20S, R37E, Lea County. Current Production: 8 B.O./D., 3 B.W./D., & 6 MCFGPD. Oil Specific Gravity = 32.3.

New Mexico "F" State Well No. 4 - API No. 30-025-06148, Eumont Yates 7RQ located in Unit M, Sec. 17, T20S, R37E, Lea County. Current Production: 0.2 B.O./D., 1 B.W./D., & 68 MCFGPD. Oil Specific Gravity = 37.3.

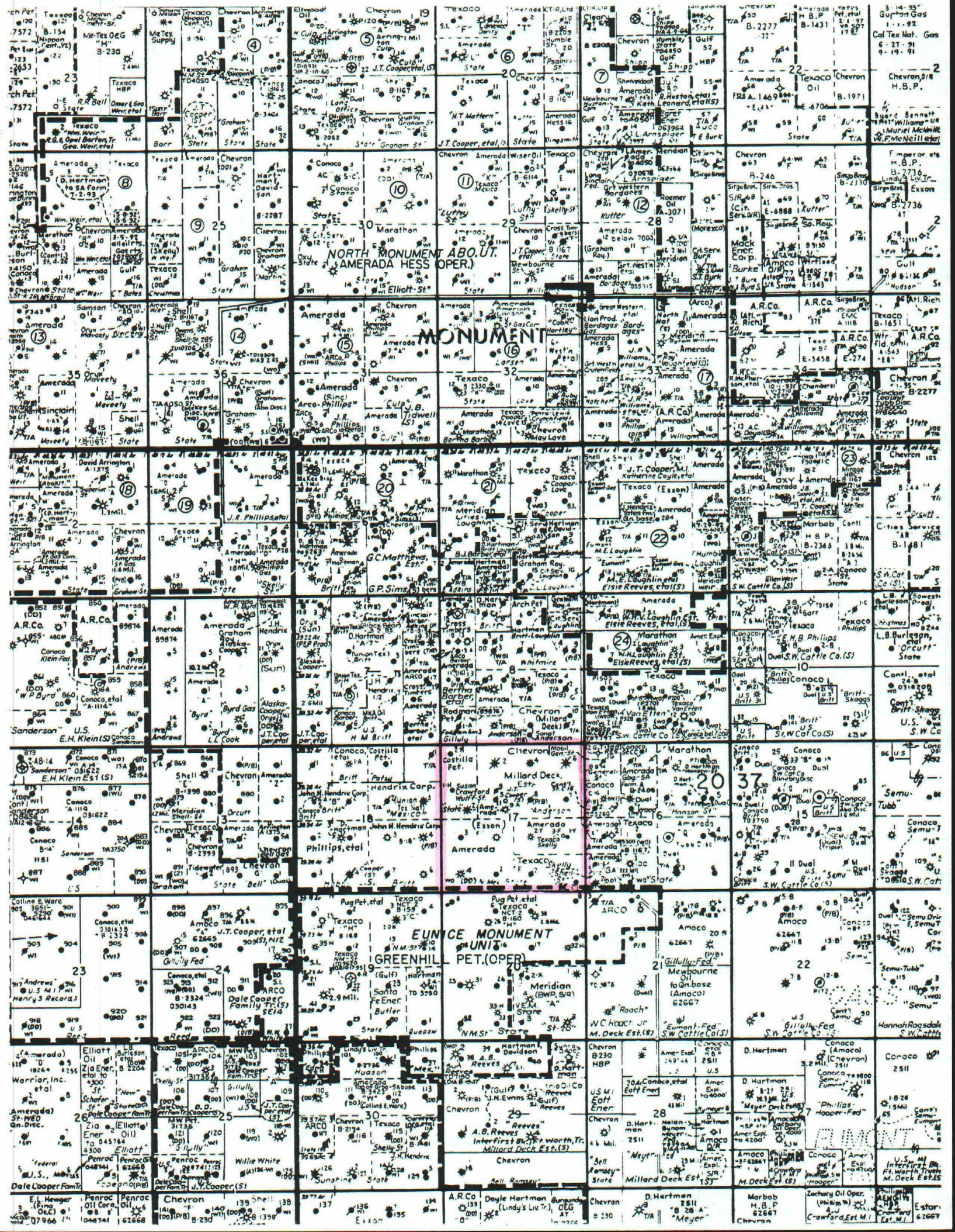
Production from Eunice Monument Grayburg San Andres (Well's No. 2 & 3), and Eumont Yates 7RQ (Well No. 4), will be metered separately. Attached is a Well Location Map, Proposed Oil Storage Facility Schematic, and Listing of Mineral Interst Owners.

Thank you for your consideration in this matter.

Sincerely,


Roy L. Wheeler, Jr.

Xc: Mr. Chris Williams, NMOCD-Hobbs



FAX TRANSMISSION

AMERADA HESS CORPORATION

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To: Roy Wheeler

Date: August 9, 1999

Fax No: (915) 758-6768

Pages: 1 (incl. cover pg.)

From: Donald L. Adams

Subject: NM F State Well
Sec 17-T20S-R37E
Lea County, NM

Roy:

Here is the information for referenced well:

Mineral Owner: State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, NM 87504

State Lease No. State of NM B-935

Record Title Owner: Exxon Company USA
Land Owner Relations
P. O. Box 2305
Houston, TX 77252-2305

Operating Rights Amerada Hess Corporation
100%

If you need additional information, please let me know.

Don