STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

December 26, 1989

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

John H. Hendrix Corporation 223 West Wall Street Suite 525 Midland, TX 79701

Attention: Ronnie H. Westbrook

Administrative Order NSL-2740

Dear Mr. Westbrook:

Reference is made to your application of December 4, 1989 for a non-standard gas well location for your Wood "A" State Well No. 3 located 2310 feet from the North line and 1650 feet from the West line (Unit F) of Section 16, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, which is presently shut-in in the Monument-Tubb zone.

Said well to be dedicated to the previously approved non-standard 80-acre gas spacing and proration unit comprising the E/2 NW/4 of said Section 16 (Division Administrative Order NSP-476, dated March 18, 1959). Said unit is presently dedicated to the applicant's Wood "A" State Well No. 2 located 1980 feet from the North line and 1650 feet from the West line (Unit F) of said Section 16; however, it is our understanding that the No. 2 well has been sold to Amerada Hess Corporation and the Eumont zone will subsequently be abandoned.

By the 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 above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe

File: NSP-476