



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

July 31, 1995

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

Attention: Robert L. Williams, Jr.

Administrative Order NSL-3555

Dear Mr. Williams:

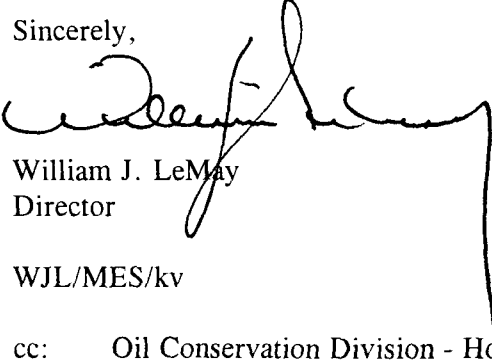
Reference is made to your application dated July 6, 1995 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the North Monument Grayburg-San Andres Unit Waterflood Project Area, established by Division Order No. R-9596, dated October 1, 1991.

It is our understanding that the proposed North Monument Grayburg-San Andres Unit Well No. 284 is to be drilled 2650 feet from the North line and 2630 feet from the West line (Unit F) of Section 4, Township 20 South, Range 37 East, NMPM, Eunice Monument Grayburg San Andres Pool, North Monument Grayburg San Andres Unit Area, Lea County, New Mexico.

Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SE/4 NW/4 of said Section 4, which is currently dedicated to the North Monument Grayburg-San Andres Unit, Block 22, Well No. 6 (API No. 30-025-05899), located at a standard oil well location 1980 feet from the North and West lines of said Section 4.

By the authority granted me under the provisions of General Rule 104 F(1), the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs