



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

October 20, 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:

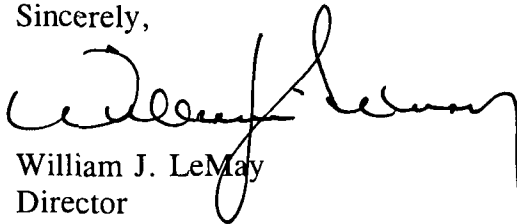
Reference is made to your letter dated May 15, 1995 to Mr. Jerry Sexton, Supervisor of the Division's District Office in Hobbs, and forwarded to the Santa Fe office on September 19, 1995. Amerada Hess Corporation is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously 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