STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

August 24, 1995

Amerada Hess Corporation
P. O. Box 52
Monument, New Mexico 88260
Attention: Robert R. Williams, Jr.

Administrative Order SD-95-5

Dear Mr. Williams:

Reference is made to your application dated June 26, 1995. Amerada Hess Corporation is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 240-acre gas spacing and proration unit ("GPU") comprising the W/2 NE/4 and NW/4 of Section 32, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico (approved by Division Order No. R-587, dated February 16, 1955) from the following two wells:

- the exsisting State "U" Gas Com Well No. 2 (API No. 30-025-26169) located at a standard "infill" Eumont gas well location (approved by Division Order No. R-5956, dated March 30, 1979) 990 feet from the North line and 2160 feet from the West line of (Unit C) of said Section 32; and,
- from the newly drilled State "U" Gas Com Well No. 3 (API No. 30-025-33013) drilled at a standard Eumont gas well location 760 feet from the North line and 990 feel from the West line (Unit D) of said Section 32.

Furthermore, Amerada Hess Corporation is permitted to produce the allowable assigned said non-standard 240-acre GPU from both wells in any proportion.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe