



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

January 6, 2000

**Amerada Hess Corporation
P. O. Box 840
Seminole, Texas 79360
Attention: Roy L. Wheeler, Jr.**

Administrative Order NSL-4385(SD)

Dear Mr. Wheeler:

Reference is made to the following: (i) your application dated December 14, 1999; and (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe: all concerning Amerada Hess Corporation's ("Amerada Hess") request for an unorthodox Eumont infill gas well location within an existing non-standard 160-acre gas spacing and proration unit ("GPU") for the Eumont Gas Pool comprising the SE/4 of Section 16, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico (approved by Division Order No. R-520, dated August 12, 1954).

This GPU is currently simultaneously dedicated to the: (i) State "Q" Well No. 3 (**API No. 30-025-06118**), being the initial well for this GPU, located at a standard gas well location 660 feet from the South line and 1980 feet from the East line (Unit O) of Section 16; and (ii) State "Q" Well No. 2 (**API No. 30-025-06117**), the initial infill well to this GPU completed in 1992 at a standard infill gas well location 1980 feet from the South line and 990 feet from the East line (Unit I) of Section 16.

It is our understanding that the subject well to be considered at this time is currently completed in the Monument-Paddock Pool where the location is considered to be a standard oil well location, however it is to be recompleted up-hole into the Eumont Gas Pool upon issuance of this order.

By authority granted me under the provisions of Rule 2(d) of the "*Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, and Division Rule 104.F (2) the following described well, located at an unorthodox Eumont gas well location in Section 16, is hereby approved:

**State "Q" Well No. 1
1980' FSL & 2310' FEL (Unit J)
(API No. 30-025-06116).**

Furthermore, Amerada Hess is hereby authorized to simultaneously dedicate Eumont gas production from the State "Q" Wells No. 1, 2, and 3 and is hereby permitted to produce the allowable

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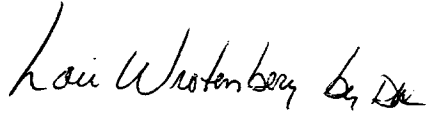
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assigned the subject 160-acre GPU from all three wells in any proportion.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery".

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe