STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 4, 1996

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

Administrative Order SD-96-2

Dear Mr. Williams:

Per your application dated February 12, 1996, Amerada Hess Corporation is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the SW/4 of Section 17, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico (Division Order No. R-520, dated August 12, 1954), from the two following described wells:

- the existing New Mexico "F" State Well No. 1 (**API No. 30-025-06145**)located at a standard Eumont gas well location 1980 feet from the South line and 1986.7 feet from and West line (Unit K) of said Section 17; and,

- the existing New Mexico "F" State Well No. 4 (**API No. 30-025-06148**) to be recompleted up-hole from the Eunice-Monument Grayburg San Andres Pool and located at a standard gas well location 660 feet from the South and West lines (Unit M) of said Section 17.

Further, Amerada Hess Corporation is permitted to produce the allowable assigned said non-standard 160-acre unit from both wells in any proportion.

Sincerely William J. LeMa Director WJL/MES/kv cc:

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