AM. RADA HESS CORPOLATION

P. O. Box 840 Seminole, Texas 79360 Phone: (915) 758-6700

October 5, 1994

ADMINISTRATIVE APPLICATION FOR AN UNORTHODOX LOCATION AND SIMULTANEOUS DEDICATION EUMONT YATES SEVEN RIVERS QUEEN PRORATED GAS POOL H. W. ANDREWS #6 660' FSL & 660' FWL SECTION 12, T-20S, R-36E LEA COUNTY, NEW MEXICO

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPT. OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87504 ATTN: MR. WILLIAM J. LEMAY

Dear Mr. Lemay:

Amerada Hess Corporation requests your approval of our administrative application for an unorthodox location and simultaneous dedication for the well referenced above. AHC has plans to recomplete the H. W. Andrews #6 at the referenced location. The well will be unorthodox by virtue of being less than the required 990 feet from the short side of the gas proration unit. The well was originally completed as a Grayburg oil well placing it on its current location.

The H. W. Andrews lease was approved as a non-standard proration unit under R-438 approving 160 acres consisting of the W/2 W/2 Section 12, T-20S, R-36E. The proration unit was originally dedicated to the H. W. Andrews #1, located 660' FNL and 660' FWL. The unit was amended under R-573 approving 240 acres consisting of the E/2 NE/4 of Section 11, T-20S, R-36E and the W/2 W/2 of Section 12, T-20S, R36E. Under NSL-3151, the H. W. Andrews #3 was granted a non-standard location and simultaneous dedication to the above mentioned proration unit.

A map depicting offset Eumont completions and respective proration units, a sample copy of the waiver request, an offset operator list and a plat of the subject well and proration unit are attached. A copy has been forwarded to Jerry Sexton, Hobbs NMOCD Director. In addition, a notification and waiver were forwarded by certified mail to the offset operators on the offset operator list.

Sincerel

R. L. Howell Sr. Petroleum Engineer