

AMERADA HESS CORPORATION

P. O. Box 52
Monument, NM 88260
Phone: (505) 293-2144

SD-96-2
3/4/96

February 12, 1996

ADMINISTRATIVE APPLICATION FOR
SIMULTANEOUS DEDICATION
EUMONT YATES SEVEN RIVERS QUEEN
PRORATED GAS POOL
NEW MEXICO 'F' STATE #4
UNIT LETTER 'M'
660' FSL & 660' FWL
SECTION 17, T-20S, R-37E
LEA COUNTY, NEW MEXICO

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

Attn: Mr. William J. LeMay

Dear Mr. LeMay:

Amerada Hess Corporation (AHC) respectfully requests administrative approval to recomplete the New Mexico 'F' State #4, which is located at a standard location, to the Eumont Yates Seven Rivers Queen Prorated Gas Pool and simultaneously dedicate this well and the existing New Mexico 'F' State #1 well to the 160 acre lease identified as the New Mexico 'F' State lease.

The 160 acre New Mexico 'F' State lease, consisting of the SW/4 of Section 17, T-20S, R-37, was purchased by Amerada Hess Corporation from MKA in November of 1989. One of the wells existing on the lease, the New Mexico 'F' State #1, had been re-completed from the Monument Grayburg Pool to the Eumont as a gas well in April of 1953 prior to the establishment of the Eumont Gas Pool and subsequent 'Special Pool Rules' in late 1953 and therefore a 'gas proration unit' (GPU) was not formed. While a GPU has not been officially established, AHC assumes the State of New Mexico Oil Conservation Division considers the New Mexico 'F' State #1 well, located at a standard location 1980' FSL and 1986.7' FWL in Section 17, Unit letter K, as dedicated to this acreage.

The New Mexico 'F' State #4 is a temporary abandoned Grayburg oil completion located at a current standard location of 660' FSL & 660' FWL, Section 17, T-20S, R-37E, Unit letter M. AHC desires to re-complete this well to the Eumont Pool as a gas well. Offset operator notification is required due to the request to simultaneously dedicate both wells as Eumont gas producers to the same 160 acres.