



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

February 1, 1990

Greenhill Petroleum Corporation
16010 Barker's Point Lane
Suite 325
Houston, TX 77079

Attention: Gene Linton

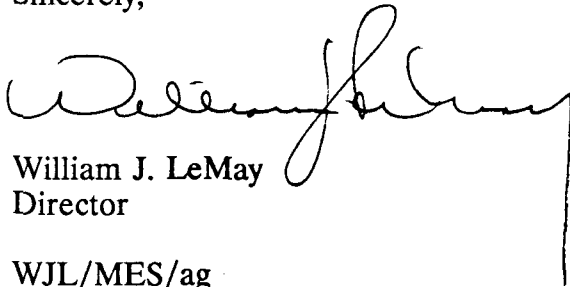
Administrative Order NSL-2752

Dear Mr. Linton:

Reference is made to your application of January 2, 1990 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an active secondary recovery project for your Lovington Paddock Unit Well No. 84 to be located 2285 feet from the South line and 1100 feet from the East line (Unit I) of Section 36, Township 16 South, Range 36 East, NMPM, Lovington Paddock Pool, Lovington Paddock Waterflood Project Area, Lea County, New Mexico. The NE/4 SE/4 of said Section 36 to be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

By the authority granted me under the provisions of General Rule 104 F(I), the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

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