STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 12, 1989

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

Greenhill Petroleum Corporation 12777 Jones Road Suite 375 Houston, TX 77070

Attention: Norbert Renaud

Administrative Order NSL-2699

Dear Mr. Renaud:

Reference is made to your application of October 10, 1989 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 West Lovington Unit Well No. 65 to be located 1330 feet from the South line and 2610 feet from the West line (Unit K) of Section 4, Township 17 South, Range 36 East, NMPM, West Lovington San Andres Pool, Lovington San Andres Unit Waterflood Project, Lea County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the NE/4 SW/4 of said Section 4.

By the authority granted me under the provisions of General Rule 104 F(I) and Decretory Paragraph No. (2) of Division Order No. R-2278, the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMa

Director

WJL/MES/ag

CC: Oil Conservation Division - Hobbs
NM Oil and Gas Engineering Committee - Hobbs
NM State Land Office - Santa Fe