



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-2753

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. 85 to be located 1417 feet from the North line and 1590 feet from the West line (Unit F) of Section 1, Township 17 South, Range 36 East, NMPM, Lovington Paddock Pool, Lovington Paddock Waterflood Project Area, Lea County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SE/4 NW/4 of said Section 1, which is presently dedicated to the Lovington Paddock Unit Well No. 60 located 1980 feet from the North line and 2310 feet from the West line of said Section 1.

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,

A handwritten signature in cursive script, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ag

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