STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

September 25, 1990

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 77079

Attention: Michael J. Newport

Administrative Order NSL-2869

Dear Mr. Newport:

Reference is made to your application dated August 14, 1990 for two non-standard producing oil well locations to permit the completion of an efficient production/injection pattern within the West Lovington Waterflood Project, Lea County, New Mexico. Both wells are to be dedicated to a standard 40-acre oil spacing and proration unit comprising the SW/4 SE/4 (Unit O) of Section 4, Township 17 South, Range 36 East, NMPM, West Lovington San Andres Pool, Lea County, New Mexico.

By the authority granted me under the provisions of General Rule 104F(I), both of the following described unorthodox oil well locations are hereby approved.

West Lovington Unit Well No. 73 1305' FSL - 1335' FEL; and

West Lovington Unit Well No. 74 180' FSL - 2625' FEL.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs