



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

September 25, 1990

Greenhill Petroleum Corporation  
12777 Jones Road  
Suite 375  
Houston, TX 77079

Attention: Michael J. Newport

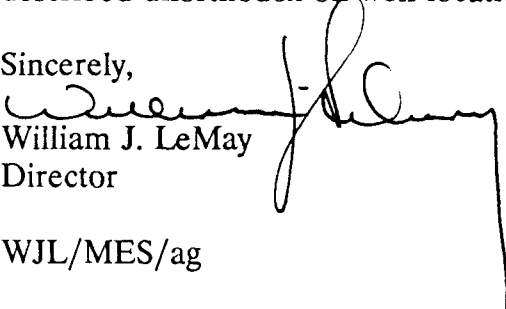
*Administrative Order NSL-2870*

Dear Mr. Newport:

Reference is made to your application dated August 14, 1990 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an existing secondary recovery project for your West Lovington Unit Well No. 68 to be located 1335 feet from the North line and 1280 feet from the West line (Unit E) of Section 7, Township 17 South, Range 36 East, NMPM, West Lovington San Andres Pool, West Lovington Waterflood Project Area, Lea County, New Mexico. Said well to be dedicated to the existing 37.39-acre oil spacing and proration unit comprising Lot 2 of said Section 7, which is presently dedicated to the applicant's West Lovington Unit Well No. 50 located 1980 feet from the North line and 660 feet from the West line of said Section 7.

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