



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

June 30, 1992

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

Greenhill Petroleum Corporation
11490 Westheimer Road, Suite 200
Houston, Texas 77077-6841

Attention: Michael J. Newport

Administrative Order NSL-3126

Dear Mr. Newport:

Reference is made to your application dated June 29, 1992 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. 134 to be located 377 feet from the South line and 1111 feet from the West line (Unit M) of Section 31, Township 16 South, Range 37 East, NMPM, Lovington Paddock Pool, Lovington Paddock Waterflood Project Area, Lea County, New Mexico. Said well to be dedicated to the existing 49.44-acre oil spacing and proration unit comprising Lot 4 (SW/4 SW/4 equivalent) of said Section 31.

By the authority granted me under the provisions of General Rule 104F.(1) and Division Order No. R-3124, the above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs