

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

March 18, 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-3106

Dear Mr. Newport:

Reference is made to your application dated March 16, 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. 141 to be located 2545 feet from the North line and 1440 feet from the East line (Unit G) 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 SW/4 NE/4 of said Section 1.

By authority granted me under the provisions of General Rule 104F.(1), the above described unorthodox oil well location is hereby approved.

Sincerely,

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

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe