

## STATE OF NEW MEXICO

## ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

/ed

10-8-90

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

OIL CONSERVATION DIVISION P. O. BOX 2088	Wilhal 11 1-90 NSF 2918
SANTA FE, NEW MEXICO 87501	71 1 4 2918
RE: Proposed:  MC  DHC  NSL  NSP	
SWD WFX	# 63 -M 36.16-36
PMX	# 64-C-1-17-36
Gentlemen:	# 65-m 36-16-36 # 66-B 36-16-36
I have examined the application for the:  Drenhill Pet Carp, Lovington SAZ Operator Rease & Well No. J. Unit S-T	<u>  nit #68-M-3/-16-37</u> -R
and my recommendations are as follows:	
	<del></del>
Jerry Sexton	
Supervisor, District 1	



## GREENHILL PETROLEUM CORPORATION

12777 JONES ROAD, SUITE 375 HOUSTON, TEXAS 77070 TELEPHONE (713) 955-1146 FAX (713) 955-5105

incorporated in Delaware, U.S.A.

September 5, 1990

Oil Conservation Division
State of New Mexico
Energy, Minerals and Natural Resources Dept.
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Attn: Mike Stogner

Re: Unorthodox Location and Drilling Permit

Proposed Well No. 68 Lovington San Andres Unit Lea County, New Mexico

Greenhill Petroleum Corporation respectfully requests the State of New Mexico Oil Conservation Division grant approval of the proposed unorthodox location and the attached permit to drill Well Number 68 in the Lovington San Andres Unit, located in Lea County, New Mexico.

The Lovington San Andres Unit is presently developed and being water-flooded utilizing a 40-acre well density. It is believed that infill development using a 20-acre well density will improve water-flood sweep efficiency and will increase secondary oil recovery. The proposed location for Well Number 68 is located in the interior of the unit and is not competitive with offset wells outside the unit. Information gathered as a result of drilling this infill well will be utilized in evaluating additional infill development potential in the unit and ultimately may be used to evaluate the feasibility of tertiary recovery.

Greenhill Petroleum Corporation wishes to commence drilling operations on the proposed well as soon as possible and would appreciate a response to this request at your earliest convenience.

Respectfully yours,

GREENHILL PETROLEUM CORPORATION

Michael J. Newport

Landman

MJN:ntd Enclosures WLU060

28		*			•	•	4	<b>*</b>	<b>*</b>		CYPRESS PETROLEUM CONSULTANTS RICHARDSON, SANGREE AND SNEIDER	LOVINGTON SAN ANDRES UNIT  Lea County, New Mexico  Offset operators Affecting  63 ; 66 as to the San Andres  Formation -	
<b>*</b>		•	•	•		•			<b>*</b>	•		Z	
56			•	35	•	•	S				• ω •		
	•	<b>*</b>	• •	"	•	·	1.	<b>*</b>	<b>*</b>				
	<b>\$</b>	•	• • •	; 	20	<b>6</b>	•					<b>*</b>	
30	•	•		31	22 0	36	9	••		<b>*</b>	7		
R37E	•	•	**		53	- 7f	*•		,   	•			
R36E	• !	•	S	13	***	933	4		5 61		•		
25	•	Andres	39,	36	26	31 32		4 4 4	53 655	<b>*</b>		• •	
		Teraco rangand			57	30	÷.	84		·			
26	<b>*</b>	•		35 Oxy	\$ 27	28 0 28	24	*	•		<b>*</b>	NOTE: (1) Only SA completions are shown inside the unit boundaries.   (2) Well locations conform to Texaco maps shown in Reservoir Study of January 1986.	
27				34	⊤ <del>1</del> 6 S	- <del> </del>	ი				Ç	NOTE	