1R - 428-0

GENERAL CORRESPONDENCE

YEAR(S):

RICE Operating Company

122 West Taylor • Hobbs, NM 88240 Phone: (575) 393-9174 • Fax: (575) 397-1471

CERTIFIED MAIL RETURN RECEIPT NO. 7008 1140 0001 3072 4505

March 19, 2009

RECEIVED

MAR 2 5 2009

Environmental Bureau Oil Conservation Division

Mr. Brad Jones New Mexico Energy, Minerals, & Natural Resources Oil Conservation Division, Environmental Bureau 1220 S. St. Francis Drive Santa Fe, New Mexico 87505

RE:

JUNCTION BOX UPGRADE REPORT for 2008

HOBBS SWD SYSTEM Lea County, New Mexico

Mr. Jones:

Rice Operating Company (ROC) takes this opportunity to submit the Junction Box Upgrade results for the year 2008. Enclosed is a list of the completed junction boxes and their respective closure/disclosure dates. These boxes are located in the Hobbs Salt Water Disposal (SWD) System.

ROC completed 2 junction box sites in 2008. Hobbs System Partners have decided to abandon the Hobbs SWD System. In 2009, the junction boxes will continue to be evaluated with the objective of abandonment of the system.

ROC is the service provider (agent) for the Hobbs SWD System and has no ownership of any portion of the pipeline, well, or facility. The System is owned by a consortium of oil producers, System Partners, who provide all operating capital on a percentage ownership/usage basis.

Upgrade/closure projects of this magnitude require System Partner AFE approval and work begins as funds are received. The Hobbs SWD System has been abandoned.

Thank you for your consideration of this Junction Box Upgrade Report for 2008.

RICE OPERATING COMPANY

Hack Conder

Environmental Manager

enclosures as stated

cc: SC, MB, file, Edward Hansen (NMOCD), Larry Hill (NMOCD, District I Office)

RICE Operating Company Hobbs SWD System Junction Box Upgrade Project 2008 Completed Boxes								
	the state of the s	Leg	gal [Descri	ption			
		K	. ,	14.14	And the tag		OCD	A Comment
	Junction Box Name	Unit	Sec	Ť	R	Completion Date	Assessment Score	Report Status
1	E-29 Vent	Ш	29	18S	38E			Terminated
2	F-29-1a Vent	F	29	18S	38⊑	8/1/2006	10	Terminated