



Amoco Production Company
P.O. Box 100
Denver, CO 80201

L. P. Smith
District Manager

December 16, 1985

File: SGH-4211-594.5

Re: Petro-Thermo Corporation
Proposed Disposal Site

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

As a major producer of oil and gas in southeastern New Mexico, Amoco Production Company feels that the approval of the solids and produced water disposal site in Section 16, T-20-S, R-32-E in Lea County would benefit the oil and gas industry in this area of the state.

The site proposed by Petro-Thermo Corporation is located in an area which has been granted an exception under NMOCD Order R-3221-B to the no pit rule. Also, the proposed site is centrally located between Hobbs and Carlsbad and would provide convenient access from producing operations in both Lea and Eddy Counties.

LBG/sh
APRD01-H

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
PTC	2
CASE NO.	8781