



Amoco Production Company

Post Office Box 68
Hobbs, New Mexico 88240

L. R. 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.

L.R. Smith

LBG/sh
APRD01-H

BEFORE THE	
OIL CONSERVATION DIVISION	
Case No.	8781
Section	6
Range	