New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico Gentlemen: Rule 701 - Permit for Injection of Water (Salt Water Disposal). Rule 104 - Unorthodox Location. Rice Engineering & Operating, Inc., of Hobbs, New Mexico, hereby applies for a hearing to be held before the New Mexico Oil Conservation Commission for the purpose of securing a permit under Rule 701 and an exception to Rule 104 to drill and complete a salt water disposal well on the Gulf Oil Corporation's Bell Ramsay State B Lease in Section 33, Township 20 South, Range 37 East, Eumont Pool, Lea County, New Mexico. The proposed disposal well will be known as Rice Engineering & Operating. Inc.. E-M-E SWD Well M-33. Rice Engineering & Operating, Inc., further deposes and states the following: That said well is to be located 165 from the South line and 165 feet from the West line of Section 33, Township 20 South, Range 37 East, N.M.P.M. (See Exhibit "A"). That said well will be drilled through the porous В• zone of the San Andres formation. That said well will have 9-5/8" O.D. H-40 SS Casing C. set at approximately 300 feet and cement circulated. Injection casing will be 7" O.D. J-55 SS set at approximately 4,500 feet, with total depth of 5,100 feet. (See Exhibit "B").

RICE Engineering & Operating, Inc.

HOBBS, NEW MEXICO

March 7, 1960

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- D. That said well, by agreement between Rice Engineering & Operating, Inc., and Gulf Oil Corporation, shall be utilized by the Eunice-Monument-Eumont Salt Water Disposal System as a disposal well.
- E. That the salt water to be injected is produced in the Eumont Field.
- F. That the volume of salt water to be disposed shall be approximately 15,000 barrels per day.

Therefore, Rice Engineering & Operating, Inc., requests that the New Mexico Oil Conservation Commission set a date for this application to be heard, and after said hearing to grant this permit to dispose of salt water in the Rice Engineering & Operating, Inc., E-M-E SWD Well M-33.

Respectfully submitted,

RICE ENGINEERING & OPERATING. INC.

W. G. Abbott

Division Manager

DS/ai

Attachments: Exhibit "A"

Exhibit "B"