

August 26, 1991

Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88240

Attention: Mr. Jerry Sexton - Dist. I Supervisor

Re: Gladiola SWD System
Lea County, New Mexico

Gentlemen:

Rice Engineering Corporation is resigning as operator of the Gladiola Salt Water Disposal System effective September 1, 1991. As of that date, the new operator will be:


Purvis Oil Corp.
P. O. Box 11006
Midland, Texas 79702

Purvis will assume the operations of the System, including gathering facilities and the SWD well H-5, located in SE/4 NE/4, Section 5, T12S, R38E.

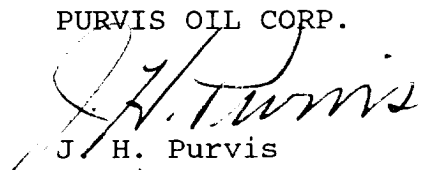
If there are any questions, please feel free to contact either party.

Yours very truly,

RICE ENGINEERING CORPORATION

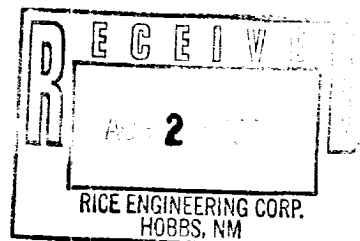

Jerry D. Hillard
Division Manager

PURVIS OIL CORP.


J. H. Purvis
President

JDH/jp

cc: Great Bend office



TO	
FILE	