



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

February 12, 2001

Energen Resources Corporation
2198 Bloomfield Highway
Farmington, New Mexico 87401

Attention: Mr. Gary Brink

Re: Form C-108 (Application to Inject)
McCroden No. 7
Unit E, Section 12, T-25N, R-3W, NMPM
Rio Arriba County, New Mexico

Case 12613

Dear Mr. Brink:

After reviewing your application to inject into the Mesaverde formation within the McCroden Well No. 7, the Division has determined that due to the potential for Mesaverde gas production in this area, additional information will be necessary to process this application. The application will therefore be placed on the Examiner docket for March 8, 2001.

At the March 8th hearing, please be prepared to appear and present evidence with regards to: i) the potential for Mesaverde gas production in this area; and ii) how approval of this application will protect the correlative rights of offset operators.

If I can be of assistance, please advise.

Sincerely,

David Catanach
Examiner

Xc: OCD-Aztec
BLM-Farmington