



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Carol Leach
Acting Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

October 24, 2001

Agua, Inc.
ATTN: Robert W. Abbott, President
P.O.Box 92090
Pasadena, CA 91109-2090

Agua, Inc.
ATTN: Robert W. Abbott, President
7704 Pioneer Trail NE
Albuquerque, NM 87109

Petro-Thermo Corporation
ATTN: Robert W. Abbott, President
P.O.Box 92090
Pasadena, CA 91109-2090

Petro-Thermo Corporation
ATTN: Robert W. Abbott, President
7704 Pioneer Trail NE
Albuquerque, NM 87109

Petrotran Corporation
ATTN: Robert W. Abbott, President
P.O.Box 92090
Pasadena, CA 91109-2090

Pasadena, CA 91109-2090
ATTN: Robert W. Abbott, President
7704 Pioneer Trail NE
Albuquerque, NM 87109

VIA: CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Re: Case No. 12809: Application of the New Mexico Oil Conservation Division Through the Supervisor of District I, for an Order Shutting In Well and Terminating Injection Authority Due to Forfeiture of Financial Assurance, and Assessing Civil Penalties against Agua, Inc. N/K/A/ Petrothermo Corporation for Unauthorized Operation; Lea County, New Mexico.

Dear Mr. Abbott:

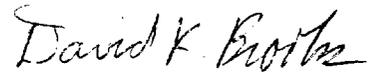
You are hereby notified that the New Mexico Oil Conservation Division has filed the referenced Application, a copy of which is enclosed herewith, seeking an Order shutting in your Corbin-Abo Well No. 31 (**API No. 30-025-21183**), located 1980 feet from the North line and 1980 feet from the East line (Unit G) of Section 31, Township 17 South, Range 33 East, NMPM, Lea County, New Mexico, terminating injection authority for that well, and imposing civil penalties for operation thereof without compliance with applicable financial assurance requirements.

A hearing on this Application will take place before a Division hearing officer on Thursday, February 7, 2002, at 8:15 a.m., in the Division Hearing Room, First Floor, 1220 South St. Francis Drive in Santa Fe, New Mexico. At that hearing you will have an

opportunity to show cause, if any there be, why an order should not be entered as requested in the Application.

Inquiries concerning this application may be directed to the undersigned in the Santa Fe office at (505)-476-3450.

Very truly yours,

A handwritten signature in black ink that reads "David K. Brooks". The signature is written in a cursive style with a large initial 'D' and a long, sweeping underline.

David K. Brooks
Assistant General Counsel