



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

January 24, 2002

Lori Wrotenbery
Director
Oil Conservation Division

Agave Energy Company
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Paul Ragsdale

Re: Form C-108 (Application to Inject)
Metropolis "AZL" State Com No. 1
Section 36, T-18S, R-25E, NMPM,
Eddy County, New Mexico

Case 12812

Dear Mr. Ragsdale:

Pursuant to your recent phone message, I am setting the application to inject into the Metropolis "AZL" State Com No. 1 to hearing before a Division examiner on February 21, 2002. As you recall, this action is necessary due to an objection filed by Ms. Gretchen E. Ainsworth. Agave Energy Company will be required to appear on that date and present evidence and testimony to support the application. Additionally, any evidence and testimony presented at the hearing by Ms. Ainsworth will be considered in processing the application.

If you should have any questions, please contact me at (505) 476-3466.

Sincerely,

David Catanach
Engineer

Xc: Ms. Gretchen E. Ainsworth



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January 4, 2002

Agave Energy Company
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Paul Ragsdale

Re: C-108 Application
Metropolis "AZL" State Com No. 1
Section 36, T-18S, R-25E, NMPM,
Eddy County, New Mexico

Case 12812

Dear Mr. Ragsdale:

The Division received Agave's Form C-108 (Application to Inject) for the Metropolis "AZL" State Com Well No. 1 on December 28, 2001. On December 26, 2001, the Division received an objection to the application from Ms. Gretchen E. Ainsworth. Please be advised that due to the objection, this application cannot be processed administratively. Please advise me at your earliest convenience whether you wish to pursue approval of this application, at which time it will be docketed for hearing before a Division examiner, or whether you wish to withdraw the application.

If you should have any questions, please contact me at (505) 476-3466.

Sincerely,

David Catanach
Engineer

Xc: Ms. Gretchen E. Ainsworth