

New Mexico Oil Conservation Commission

1000 RIO BRAZOS ROAD

AZTEC, NEW MEXICO

August 24, 1960

Trinity Universal Insurance Company
2000 Ross Avenue
Dallas, Texas

Attn: Mr. Henry Yates, Examiner, Fidelity & Surety Claims

Re: Bond No. 311378, Jim Storms Principal
New Mexico Oil Conservation Commission
Principal

Dear Sir:

Our rules require that all water and all hydrocarbons be maintained in the strata in which they are encountered. We have not received any report from Mr. Storms relative to the Ghost Ranch #2 well. We have heard rumors that surface pipe (estimated 10-3/4") was set at approximately 90 feet and that total depth is approximately 325 feet. In the absence of more definite information, we must require the hole cemented from bottom to top.

Mr. Storms' rig is still standing over the hole and shows signs of vandalism. We would assume the rig to be inoperative and suspect that it will be necessary to skid the rig and set up a serviceable rig for cementing purposes. Deeper action will be required to level the location of the #1 Ghost Ranch as well as the #2 Ghost Ranch wells.

If we can be of further assistance, please contact us.

Yours very truly

A. R. Kenirick
Engineer, District #3

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cc: Mr. Oliver Payne
OCC, Santa Fe, N.M.

New Mexico Oil Conservation Commission

1000 RESEARCH ROAD

ALBUQUERQUE, NEW MEXICO

March 1, 1961

Mr. J. H. ...

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