

APPLICATION FOR PLUGGING

1. A. L. Dawsey,
(hereinafter called "operator") is the operator of the
El Vado #1 and El Vado #2 located
N-11-27N-1E I-11-27N-1E,
Rio Arriba County, New Mexico.

2. A. L. Dawsey, as operator,
has posted ^{two}~~one~~ (one well) (~~blank~~) (cash) (~~surety~~) bond in
the amount of \$5,000.00 each in compliance with Section
70-2-14 N.M.S.A. 1978 and Rule 101 of the Rules and
Regulations of the Oil Conservation Division, which bond is
conditioned upon compliance with the Statutes of the State
of New Mexico and the Rules and Regulations of the Division
with respect to the proper plugging and abandonment of the
well(s) operated by said operator.

(Alt. 1) 3. _____ is surety on
said bond.

(Alt. 2) 3. _____ is holding savings
account No. _____.

(Alt. 3) 3. Operator has deposited with First National Bank of
Albuquerque

7. Demand has been made upon the operator to either place said well to beneficial use or properly plug and abandon the same and the Operator has failed to do so.

WHEREFORE, The Supervisor of District Three of the Oil Conservation Division applies to the Director to enter an order:

1. Determining whether or not the El Vado #1 and #2 wells should be plugged in accordance with a Division-approved plugging program;

2. Upon determination that said well should be plugged directing A. L. Dawsey as Operator (and First National Bank of Albuquerque as surety) to plug said El Vado #1 and #2 wells within 45 days of the date of the Director's order.

3. Further ordering that if operator (or surety) fail to plug and abandon said well as ordered by the Director, that the Division be authorized to plug said well and to forfeit said bond, and further authorizing the Division to recover from the Operator any costs of plugging in excess of the amount of the bond.