



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

HARRY CARRUTHERS
GOVERNOR

August 1, 1989

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Commercial Union Insurance Companies
P. O. Box 937001
El Paso, Texas 79937

Attention: Jane Price

Re: \$5,000 One-Well Plugging Bond
Hulen H. Lemon, Principal
American Employers' Insurance, Surety
1977' FSL and 1977' FEL of
Sec. 30, T-9-S, R-33-E,
Lea County
Bond No. AE-71346-25

Dear Ms. Price:

I am in receipt of your request for cancellation of the above-captioned one-well plugging bond. Our records show that this well is still under Hulen H. Lemon and we cannot, therefore, cancel this bond. I checked the production figures and the last time this well produced was in November of 1983.

If I can be any further assistance, please advise.

Sincerely,

DIANE RICHARDSON
Administrator
Bond Department

BEFORE EXAMINER	
OIL CONSERVATION DIVISION	
<u>OCD</u>	EXHIBIT NO. <u>7</u>
CASE NO.	<u>12974</u>