



Insurance Companies

2400 W. Dunlap Avenue
Suite 225
P.O. Box 11669
Phoenix, AZ 85061-1166

602/678-5250
FAX 602/861-1951
800/338-5848

Albuquerque Office:
P.O. Box 8768
Albuquerque, NM
87198-8768

505/255-7788
FAX 505/255-6699
800/258-9388

OIL CONSERVATION DIVISION
ATTN: RAND CARROLL
2040 SOUTH PACHECO STREET
SANTA FE NM 87505

11/22/96

CLAIM #: 780 SE 011636 N 702 BDB
INSURED: JAMES E. SEALY DBA

DATE OF LOSS: 05/23/96
OTHER: BOND # 7SE 290417

CLAIMANT: OIL CONSERVATION DIVISION

DEAR MR. CARROLL:

WE HAVE BEEN UNSUCCESSFUL IN OUR ATTEMPTS TO LOCATE THE PRINCIPALS OF THIS PLUGGING BOND. THE SURETY HAS ELECTED NOT TO APPEAR AT THE HEARING SEEKING AUTHORIZATION FOR THE DIVISION TO PLUG "RING WELL NO. 1 LOCATED IN UNIT C OF SECTION 32, TOWNSHIP 6 SOUTH, RANGE 26 EAST, CHAVEZ COUNTY".

PLEASE ADVISE ME OF THE ANTICIPATED COST OF PLUGGING THIS WELL. UPON RECEIPT OF YOUR DOCUMENTED CLAIM FOR COSTS UNDER THE CAPTIONED BOND I WILL REVIEW THE SUPPORTING MATERIALS AND ADVISE YOU OF THE SURETY'S POSITION ON THE CLAIM.

I UNDERSTAND THAT JEFF EYLES OF OUR ARLINGTON HEIGHTS OFFICE IS HANDLING A CLAIM AGAINST A SEPARATE BOND AND PRINCIPAL, RELATED TO A DIFFERENT WELL. I AM CONTINUING TO HANDLE THE CLAIM UNDER THE ABOVE REFERENCED BOND AND PRINCIPAL. PLEASE DIRECT YOUR CLAIM DOCUMENTATION ON THIS WELL TO MY ATTENTION ONLY; THE CLAIM RELATIVE TO H.W.PACE SHOULD BE DIRECTED TO JEFF EYLES ONLY.

SHOULD YOU HAVE ANY QUESTIONS REGARDING THE ABOVE, PLEASE CONTACT ME IN THE PHOENIX BRANCH CLAIM OFFICE. DIRECT LINE: 602-678-5280.

VERY TRULY YOURS,

AMERICAN MANUFACTURERS MUTUAL
BURT D. BREEDLOVE, AIC
CLAIM DEPARTMENT
602/578-5280