

STATE OF NEW MEXICO  
ONE-WELL PLUGGING BOND

FOR CHAVES, EDDY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,  
SANDOVAL, AND SAN JUAN COUNTIES ONLY

BOND NO. 18077961  
(For Use of Surety Company)  
AMOUNT OF BOND \$5,000.00  
COUNTY DONA ANA

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$5,000.00\*  
For wells 5,000 feet to 10,000 feet deep, the minimum bond is \$7,500.00\*  
For wells more than 10,000 feet deep, the minimum bond is \$10,000.00

\* Under certain conditions, a well being drilled under a \$5,000.00 or \$7,500.00 bond may be permitted to be drilled as much as 500 feet deeper than the normal maximum depth. For a well being drilled under a \$5,000.00 bond may be permitted to go to 5,499 feet, and a well being drilled under a \$7,500.00 bond may be permitted to go to 7,999 feet. (See Rule 101)

File with Oil Conservation Division, P.O. Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That SANDCO OIL & GAS, INC., (An individual) (a partnership)  
(a corporation organized in the State of NEW MEXICO, with its principal office in the city of  
MESILLA PARK, State of NEW MEXICO, and authorized to do business  
in the State of New Mexico), as PRINCIPAL, and WESTERN SURETY COMPANY, a  
corporation organized and existing under the laws of the State of SOUTH DAKOTA,  
and authorized to do business in the State of New Mexico, as SURETY, are held firmly bound unto the State of New  
Mexico, for the use and benefit of the Oil Conservation Division of New Mexico pursuant to Section 65-3-11, New  
Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of FIVE THOUSAND AND NO/100  
Dollars lawful money of the United States, for the payment of which, well and truly to be made, said PRINCIPAL and  
SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases on lands patented by the United States of America to private individuals, and on lands otherwise owned by private  
individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has commenced or  
may commence the drilling of one well not to exceed a depth of \_\_\_\_\_ feet, to prospect for and produce oil  
or gas, or carbon dioxide (CO<sub>2</sub>) gas or helium gas, or does own or may acquire, own or operate such well, or such well  
started by others on land embraced in said State oil and gas leases, or carbon dioxide (CO<sub>2</sub>) leases, or helium gas leases,  
and on land patented by the United States of America to private individuals, and on land otherwise owned by private  
individuals, the identification and location of said well being SU 14 05 NE 14\*

(Here state exact legal subdivision by 40-acre tract or lot)

Section 25, Township S 5 (North) (South), Range 28 E (East) (West), N.M.P.M.  
Sandoval County, New Mexico.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or assigns, or any of them, shall  
plug said well when dry or when abandoned in accordance with the rules, regulations, and orders of the Oil Conservation Division of New  
Mexico in such way as to confine the oil, gas, and water in the strata in which they are found, and to prevent them from escaping into other  
strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete compliance with any and all of said  
obligations, the same shall remain in full force and effect.

# forfeiture

[REDACTED]

[REDACTED]

[REDACTED]

Unit C-1000  
1650 St. from East Line  
2310 St. from North Line  
12437 #1B

PRINCIPAL

SURETY

Box 881 Mesilla Park, N.M.  
Address 88047

101 SOUTH PHILLIPS AVENUE, SIOUX FALLS,  
Address SOUTH DAKOTA 57192

By [Signature]  
Signature  
[Signature]  
Title

By [Signature]  
Attorney-in Fact  
J. FULTON, VICE PRESIDENT

(Note: Principal, if corporation, affix corporate seal here.)

(Note: Corporate surety affix corporate seal here.)

STATE OF TEXAS }  
County of Dallas } ss

ACKNOWLEDGMENT OF SURETY  
(Corporate Officer)

On this 16TH day of JANUARY, 19 84, before me, a Notary Public in and for said County, personally appeared J. FULTON, VICE PRESIDENT, personally known to me, who being by me duly sworn, did say that he is the aforesaid officer of the WESTERN SURETY COMPANY, a corporation duly organized and existing under the laws of the State of South Dakota, that the seal affixed to the foregoing instrument is the corporate seal of said corporation, that the said instrument was signed, sealed and executed on behalf of said corporation by authority of its Board of Directors, and further acknowledge that the said instrument and the execution thereof to be the voluntary act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my official seal at Dallas, Texas, the day and year last above written.

My commission expires

12-1-84, 19 84

103-C Notary Public

President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys in fact or agents with authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, or other obligations of the corporation."

IN WITNESS WHEREOF, the said Western Surety Company has caused these presents to be executed by its President with its corporate seal affixed this 16TH day of JANUARY, 19 84

ATTEST

WESTERN SURETY COMPANY

C. Schmidt  
Assistant Secretary

By [Signature]  
President

STATE OF SOUTH DAKOTA }  
County of Minnehaha } ss

On this 16TH day of JANUARY, 19 84, before me, a Notary Public, personally appeared Joe P. Kirby, President, and C. Schmidt, Assistant Secretary, who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as President and Assistant Secretary, respectively, of the said Western Surety Company, and acknowledged said instrument to be the voluntary act and deed of said corporation.

My commission expires June 12, 1988.

[Signature]  
Notary Public

474-B - 1-83

On this \_\_\_\_\_ day of \_\_\_\_\_, 19 \_\_\_\_\_, before me appeared \_\_\_\_\_, to me personally known, who, being by me duly sworn, did say that he is \_\_\_\_\_ and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

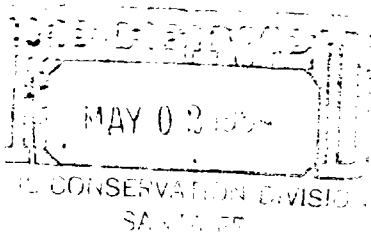
My Commission expires  
(Note: Corporate surety attach power of attorney.)

Notary Public

APPROVED BY:

OIL CONSERVATION COMMISSION OF NEW MEXICO

By [Signature]  
Date \_\_\_\_\_



STATE OF NEW MEXICO  
ONE-WELL PLUGGING BOND

FOR CHAVES, LEBY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,  
SANDOVAL, AND SAN JUAN COUNTIES ONLY

BOND NO. 18077589  
(For Use of Surety Company)  
AMOUNT OF BOND \$5000.00  
COUNTY DONA ANA

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$5,000.00\*  
For wells 5,000 feet to 10,000 feet deep, the minimum bond is \$7,500.00\*  
For wells more than 10,000 feet deep, the minimum bond is \$10,000.00  
\* Under certain conditions, a well being drilled under a \$5,000.00 or \$7,500.00 bond may be permitted to be drilled as much as 500 feet deeper than the normal maximum depth, i.e., a well being drilled under a \$5,000.00 bond may be permitted to go to 5,499 feet, and a well being drilled under a \$7,500.00 bond may be permitted to go to 10,499 feet. (See Rule 101)

File with Oil Conservation Division, P.O. Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That SANDCO OIL & GAS, INC., (An individual) (a partnership)  
(a corporation organized in the State of NEW MEXICO, with its principal office in the city of  
MESTILLA PARK, State of NEW MEXICO, and authorized to do business  
in the State of New Mexico), as PRINCIPAL, and WESTERN SURETY COMPANY, a  
corporation organized and existing under the laws of the State of SOUTH DAKOTA,  
and authorized to do business in the State of New Mexico, as SURETY, are held firmly bound unto the State of New  
Mexico, for the use and benefit of the Oil Conservation Division of New Mexico pursuant to Section 65-3-11, New  
Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of FIVE THOUSAND & NO/100  
Dollars lawful money of the United States, for the payment of which, well and truly to be made, said PRINCIPAL and  
SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases on lands patented by the United States of America to private individuals, and on lands otherwise owned by private  
individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has commenced or  
may commence the drilling of one well not to exceed a depth of 4,000 feet, to prospect for and produce oil  
or gas, or carbon dioxide (CO<sub>2</sub>) gas or helium gas, or does own or may acquire, own or operate such well, or such well  
started by others on land embraced in said State oil and gas leases, or carbon dioxide (CO<sub>2</sub>) leases, or helium gas leases,  
and on land patented by the United States of America to private individuals, and on land otherwise owned by private  
individuals, the identification and location of said well being 990 FNL # 330 FEL

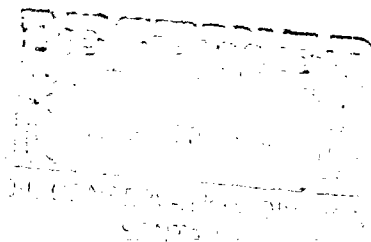
(Here state exact legal subdivision by 40 acre tract or lot)

NE 1/4 Sec 25, Township 8 S (North) (South), Range 28 E (East) (West), N.M.P.M.  
DONA ANA County, New Mexico.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or assigns, or any of them, shall  
plug said well when dry or when abandoned in accordance with the rules, regulations, and orders of the Oil Conservation Division of New  
Mexico in such way as to confine the oil, gas, and water in the strata in which they are found, and to prevent them from escaping into other  
strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete compliance with any and all of said  
obligations, the same shall remain in full force and effect.

BEFORE EXAMINER CATHACH	
OIL CONSERVATION DIVISION	
<u>CCD</u>	EXHIBIT NO. <u>1 B</u>
CASE NO. <u>17437</u>	



STATE OF TEXAS }  
County of Dallas } ss

ACKNOWLEDGMENT OF SURETY  
(Corporate Officer)

On this 23RD day of JANUARY, 19 84, before me, a Notary Public in and for said County, personally appeared R. L. GAGNON, Asst. Secy. Western Surety Co. personally known to me, who being by me duly sworn, did say that he is the aforesaid officer of the WESTERN SURETY COMPANY, a corporation duly organized and existing under the laws of the State of South Dakota, that the seal affixed to the foregoing instrument is the corporate seal of said corporation, that the said instrument was signed, sealed and executed on behalf of said corporation by authority of its Board of Directors, and further acknowledged that the said instrument and the execution thereof to be the voluntary act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my official seal at Dallas, Texas, the day and year last above written.

My commission expires  
February 14, 19 87

Daniel D. Oleyer  
Notary Public

103-C

validity of any bonds, policies, undertakings, or other obligations of the corporation."

IN WITNESS WHEREOF, the said Western Surety Company has caused these presents to be executed by its President with its corporate seal affixed this 23RD day of JANUARY, 19 84

ATTEST

WESTERN SURETY COMPANY

C. Schmidt  
Assistant Secretary

By Joe P. Kirby  
President

STATE OF SOUTH DAKOTA }  
County of Minnehaha } ss

On this 23RD day of JANUARY, 19 84, before me, a Notary Public, personally appeared Joe P. Kirby, President, and C. Schmidt, Assistant Secretary, who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as President and Assistant Secretary, respectively, of the said Western Surety Company, and acknowledged said instrument to be the voluntary act and deed of said corporation.

My commission expires June 12, 1988.

Phone  
Notary Public

474-B - 183

\_\_\_\_\_, to me personally known who, being by me duly sworn, did say that he is \_\_\_\_\_ of \_\_\_\_\_ and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

\_\_\_\_\_  
Notary Public  
My Commission expires \_\_\_\_\_

ACKNOWLEDGEMENT FORM FOR CORPORATE SURETY

STATE OF \_\_\_\_\_ }  
COUNTY OF \_\_\_\_\_ } ss.

On this \_\_\_\_\_ day of \_\_\_\_\_, 19 \_\_\_\_\_, before me appeared \_\_\_\_\_, to me personally known, who, being by me duly sworn, did say that he is \_\_\_\_\_ of \_\_\_\_\_ and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

\_\_\_\_\_  
Notary Public  
My Commission expires \_\_\_\_\_  
(Note: Corporate surety attach power of attorney.)

APPROVED BY:

OIL CONSERVATION DIVISION OF NEW MEXICO

By John H. Stanley  
Date \_\_\_\_\_

STATE OF NEW MEXICO

ONE-WELL PLUGGING BOND

FOR CHAVES, EDDY, LEA, MCKINLEY, RIO ARriba, ROOSEVELT,  
SANDOVAL, AND SAN JUAN COUNTIES ONLY

BOND NO. 18085271  
(For Use of Surety Company)  
AMOUNT OF BOND \$5,000.00  
COUNTY DONA ANA

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$5,000.00\*  
For wells 5,000 feet to 10,000 feet deep, the minimum bond is \$7,500.00\*  
For wells more than 10,000 feet deep, the minimum bond is \$10,000.00

\* Under certain conditions, a well being drilled under a \$5,000.00 or \$7,500.00 bond may be permitted to be drilled as much as 500 feet deeper than the normal maximum depth, i.e., a well being drilled under a \$5,000.00 bond may be permitted to go to 5,499 feet, and a well being drilled under a \$7,500.00 bond may be permitted to go to 7,999 feet (See Rule 101)

File with Oil Conservation Division, P.O. Box 2088, Santa Fe 87501

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(a corporation organized in the State of NEW MEXICO, with its principal office in the city of  
MESILLA PARK, State of NEW MEXICO, and authorized to do business  
in the State of New Mexico), as PRINCIPAL, and WESTERN SURETY COMPANY, a  
corporation organized and existing under the laws of the State of SOUTH DAKOTA,  
and authorized to do business in the State of New Mexico, as SURETY, are held firmly bound unto the State of New  
Mexico, for the use and benefit of the Oil Conservation Division of New Mexico pursuant to Section 65-3-11, New  
Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of FIVE THOUSAND AND NO/100  
Dollars lawful money of the United States, for the payment of which, well and truly to be made, said PRINCIPAL and  
SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO<sub>2</sub>) gas leases, or  
helium gas leases on lands patented by the United States of America to private individuals, and on lands otherwise owned by private  
individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has commenced or  
may commence the drilling of one well not to exceed a depth of \_\_\_\_\_ feet, to prospect for and produce oil  
or gas, or carbon dioxide (CO<sub>2</sub>) gas or helium gas, or does own or may acquire, own or operate such well, or such well  
started by others on land embraced in said State oil and gas leases, or carbon dioxide (CO<sub>2</sub>) leases, or helium gas leases,  
and on land patented by the United States of America to private individuals, and on land otherwise owned by private  
individuals, the identification and location of said well being SE 1/4 of SW 1/4

(Here state exact legal subdivision by 40-acre tract or lot)

Chavez Section 7, Township 9S (North)(South), Range 29E (East)(West), N.M.P.M.  
County, New Mexico.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or assigns, or any of them, shall  
plug said well when dry or when abandoned in accordance with the rules, regulations, and orders of the Oil Conservation Division of New  
Mexico in such way as to confine the oil, gas, and water in the strata in which they are found, and to prevent them from escaping into other  
strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete compliance with any and all of said  
obligations, the same shall remain in full force and effect.

\* Mortgage

[Redacted signature area]

Unit 17  
660 ft from South Line  
1980 ft from West Line

BEFORE EXAMINER CATTANACH  
OIL CONSERVATION DIVISION  
SCD NO 1 B  
CASE NO. 12437

Bulley Brown and Co Oil & Gas Inc  
PRINCIPAL

WESTERN SURETY COMPANY

SURETY

Box 881 Mesilla Park, N.M.  
Address 88047

101 SOUTH PHILLIPS AVENUE, SIOUX FALLS, SOUTH DAKOTA 57192  
Address

By [Signature]  
Signature  
[Signature]  
Title

By [Signature]  
Attorney-in Fact  
J. FULTON, VICE PRESIDENT

(Note: Principal, if corporation, affix corporate seal here.)

(Note: Corporate surety affix corporate seal here.)

STATE OF TEXAS }  
County of Dallas } ss

ACKNOWLEDGMENT OF SURETY  
(Corporate Officer)

On this 3RD day of JANUARY, 19 84, before me, a Notary Public in and for said County, personally appeared J. FULTON, VICE PRESIDENT personally known to me, who being by me duly sworn, did say that he is the aforesaid officer of the WESTERN SURETY COMPANY, a corporation duly organized and existing under the laws of the State of South Dakota, that the seal affixed to the foregoing instrument is the corporate seal of said corporation, that the said instrument was signed, sealed and executed on behalf of said corporation by authority of its Board of Directors, and further acknowledge that the said instrument and the execution thereof to be the voluntary act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my official seal at Dallas, Texas, the day and year last above written.

My commission expires

12-8-84, 19 84

[Signature]  
Notary Public

103-C

President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys in Fact of Agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, or other obligations of the corporation."

IN WITNESS WHEREOF, the said Western Surety Company has caused these presents to be executed by its President with its corporate seal affixed this 3RD day of JANUARY, 19 84

ATTEST

WESTERN SURETY COMPANY

C. Schmidt  
Assistant Secretary

By

[Signature]  
President

STATE OF SOUTH DAKOTA }  
County of Minnehaha } ss

On this 3RD day of JANUARY, 19 84, before me, a Notary Public, personally appeared Joe P. Kirby, President, and C. Schmidt, Assistant Secretary, who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as President and Assistant Secretary, respectively, of the said Western Surety Company, and acknowledged said instrument to be the voluntary act and deed of said corporation.

My commission expires June 12, 1988.

[Signature]  
Notary Public

474-B - 1-83

On this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_, before me appeared \_\_\_\_\_, to me personally known, who, being by me duly sworn, did say that he is \_\_\_\_\_ of \_\_\_\_\_ and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

My Commission expires \_\_\_\_\_  
(Note: Corporate surety attach power of attorney.)

Notary Public

APPROVED BY:

OIL CONSERVATION COMMISSION OF NEW MEXICO

By

Date

[Signature]