

STATE OF NEW MEXICO

ONE-WELL PLUGGING BOND

FOR ALL COUNTIES EXCEPT:  
CHAVES, EDDY, LEA, MCKINLEY, RIO ARIIBA, ROOSEVELT,  
SANDOVAL, AND SAN JUAN

BOND NO. S 79 00 77  
(For Use of Surety Company)  
AMOUNT OF BOND \$10,000.00  
COUNTY Lea

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$7,500.00\*  
For wells 5,000 to 10,000 feet deep, the minimum bond is \$10,000.00\*  
For wells more than 10,000 feet deep, the minimum bond is \$12,500.00  
\* Under certain conditions, a well being drilled under a \$7,500.00 or \$10,000.00 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 \$7,500.00 bond may be permitted to go to 5,499 feet, and a well being drilled under a \$10,000.00 bond may be permitted to go to 10,500 feet. (See Rule 101.)

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

KNOW ALL MEN BY THESE PRESENTS:

That Union Seaboard Corporation, (An individual) (a partnership) (a corporation organized in the State of Texas, with its principal office in the city of Houston, State of Texas, and authorized to do business in the State of New Mexico), as PRINCIPAL, and Aetna Insurance Company, a corporation organized and existing under the laws of the State of Connecticut, 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 Commission of New Mexico pursuant to Section 65-3-11, New Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of Ten Thousand (\$10,000.00) 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 10,000 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 SE 1/25 SW 1/25 (Here state exact legal subdivision by 40 acre tract or lot)  
Lea Section 27, Township 19 (North)(South), Range 38 (East)(West), N.M.P.M.  
Lea 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 Commission 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.

Signed, sealed and dated December 18, 1980

UNION SEABOARD CORPORATION

Harold P. Dunn  
Harold P. Dunn

AETNA INSURANCE COMPANY

James L. Cutlip  
James L. Cutlip, Attorney-in-Fact

-----  
PRINCIPAL  
-----  
Address  
-----  
By -----  
Signature  
-----  
Title

-----  
SURETY  
-----  
Address  
-----  
By -----  
Attorney-in-Fact

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

(Note: Corporate surety affix corporate seal here.)

ACKNOWLEDGEMENT FORM FOR NATURAL PERSONS

STATE OF \_\_\_\_\_ )  
COUNTY OF \_\_\_\_\_ ) ss.

On this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_, before me personally appeared \_\_\_\_\_, to me known to be the person (persons) described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as his (their) free act and deed.

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 CORPORATION

STATE OF Texas )  
COUNTY OF Harris ) ss.

On this 18th day of December, 19 80, before me personally appeared Harold P. Dunn, to me personally known who, being by me duly sworn, did say that he is Chairman of the Board of Union Seaboard Corporation 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

5-7-84  
My Commission expires \_\_\_\_\_

ACKNOWLEDGEMENT FORM FOR CORPORATE SURETY

STATE OF Texas )  
COUNTY OF Harris ) ss.

On this 18th day of December, 19 80, before me appeared James L. Cutlip, to me personally known, who, being by me duly sworn, did say that he is Attorney-in-Fact of Aetna Insurance Company 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

5-21-81  
My Commission expires \_\_\_\_\_  
(Note: Corporate surety attach power of attorney.)

LESLIE G. RAFFERTY  
HARRIS COUNTY, TX

APPROVED BY:

OIL CONSERVATION COMMISSION OF NEW MEXICO

By \_\_\_\_\_

Date \_\_\_\_\_