

COPY

February 17th, 1936.

Norins Realty Company, Inc.
321 West 8th Street,
Los Angeles, California.

Gentlemen:

This will acknowledge receipt of Form C101 on "Notice of Intention to Drill" for your North Albuquerque Acres Well No. 2 in the NW $\frac{1}{4}$ of Sec. 19, T. 11 N., R. 4 E., Bernalillo County.

Your attention is called to the fact that you have been extremely negligent in complying with the rules and regulations of the State Oil Conservation Commission, and the former rules and regulations of the State Geologist.

On May 23rd, 1933, I received your "Notice of Intention to Drill New Well" for your North Albuquerque Acres Well No. 1. This is the only notice or report we have in our files for this well. No doubt you have a copy of Circular 1 of the Oil Conservation Commission which contains the Oil Conservation Laws of the State, and the rules and regulations of the Commission. These are self-explanatory. You will be expected to comply with all the requirements given in Circular 1 in connection with your No. 1 well, including the submission of a log and the necessary requests, reports, etc. in connection with plugging. Before a well is plugged, the plugging program should be submitted to the Commission and approval of the program obtained before beginning the work.

We have in our files the personal bond of your Company in the amount of \$5000.00 assuring compliance with New Mexico laws, rules and regulations, pertaining to oil and gas. It will be necessary for you to supply us with a new bond in line with Rule 36 of Circular 1. This can be a blanket bond, but it must be in the amount of \$10,000.00. The Sureties must also be different from the principal. Enclosed is a form of bond that will be satisfactory to the Commission.

We are withholding approval of your "Notice of Intention to Drill" for the No. 2 well until a proper bond is received and approved, and reports for No. 1 well are brought up to date.

Very truly yours,

OIL CONSERVATION COMMISSION

Y900