TRI-STATE INSURANCE GROUP TULSA, OKLAHOMA

MAIN OFFICE OCC

1000 COT 2 M 3:17

September 30, 1959

Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. Daniel S. Nutter

Re: Bond 14322, Buttram and Kido dba Hawaiian-New Mexico Oil Ventures Well No. 1, Unit E, Sec. 27, Twp 7 N., Rge 4 W, NMPM, Valencia County, New Mex.

Dear Mr. Nutter:

We are the Surety Company for the above named principal and as such we have received a demand from Mr. Oliver E. Payne, Special Assistant Attorney General to plug the above well within ninety days of September 2nd, 1959.

We have made due demands upon our principal and these demands have gone unanswered, so it appears that we are going to have to proceed with the plugging of the well and then seek to recover our costs against the principal. Mr. Payne has suggested that we write you for information regarding the proper plugging program and we would, therefore, appreciate information in that regard. If possible, we would like to know the approximate cost involved as well as your recommendations as to the company that we might hire to carry out the program.

Your kind assistance and cooperation in this matter will be appreciated.

Yours very truly,

RLC: ecw

R. L. Chance

cc— Mr. Myron Buttram, 12 N.W. Tenth, Oklahoma Cc— Mr. Oliver Payne, Special Assistant Attorney General, State of New

cc- Mr. Oliver Payne, Special Assistant Attorney General, State of New Mexico P. O. Box 871, Santa Fe, New Mexico

cc- Werntz Agency, Inc., 118 Jackson, N.E., Albuquerque, New Mexico

cc- Mitsuyuki Kido, c/o Jack Utimori, Central Pacific Bank, Honolulu, Hawaii