OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE, NEW MEXICO

January 4, 1960

American Surety Company 420 The Denver National Building 821 17th Street Denver 2, Colorado

> In re: Consolidated Minerals Development Corporation \$5,000 one well bond for Sarah "S" Well No. 1, Unit J, Section 26, Township 31 North, Range 23 East, Colfax County, New Mexico

Gentlemen:

The subject well has been abandoned by the operator since 1956 or early 1957. Further, the operator did not receive Commission approval to temporarily abandon this well.

We now make formal demand on your company, as surety on the bond for the subject well, to permanently plug this well in accordance with Commission Rules and Regulations no later than March 31, 1960. Our latest field inspection established that this well, which is located within the city limits of Raton, New Mexico, is producing small amounts of gas into the atmosphere.

The hole must be filled with cement from bottom to top. If you have any other questions concerning a plugging program, please contact Mr. James Kapteina, District Engineer, Oil Conservation Commission, Box 871, Santa Fe, New Mexico

Very truly yours,

cc: Consolidated Minerals Development Corporation 140 South Second St. Raton, New Mexico

Mr. James Kapteina P.O. Box 871 Santa Fe, New Mexico OLIVER E. PAYNE Special Assistant Attorney General