



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501



STATE GEOLOGIST
EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO

January 27, 1977

Mr. W. Z. Holden
Conley & Associates, Inc.
9402 Tierra Blanca Drive
Whittier, California 90603

Dear Mr. Holden:

Your letter of January 18th, last, has been referred to the Engineering Division of the Oil Conservation Commission. Please be advised that the Commission does not have sufficient data to justify the bonding changes you requested, nor can we make such changes without explicit instructions from the surety.

Actually, there is no reason to continue carrying this particular bond, except for Mr. Conley's failure to file the proper completion reports. Please refer to a letter from the undersigned, dated August 25, 1976, together with copies of Forms C-103 and C-105 which were submitted to this office by Mr. Conley. You will note that a number of questions, comments and notations were made (in red) on these improperly completed forms. Reference to these suggestions, and to the letters and rule abstracts sent to Mr. Conley, should enable you to submit properly completed forms. Upon receiving such reports, and upon request from the Travelers Indemnity Company, your Bond No. 606B32222 will be cancelled.

Probably the reason for the incomplete and incorrect reports received from Mr. Conley on August 23, 1976, is that they were mailed from Whittier, California, on August 20, 1976. Actually plugging of the well in question was not completed until after 5:00 p.m. that day. Consequently the reports would of necessity have been mailed before information concerning the operations actually performed was available. Mr. Conley was not at the well site on that day and no one present (including the undersigned) could have relayed the correct data to his office in sufficient time to permit its mailing that day.

10-15-N-33E
W. Z. Holden

It is hoped that the foregoing will answer some questions and aid you in avoiding additional premium payments on a bond which could easily have been cancelled four months ago.

Yours truly,

CARL ULVOG
District IV Supervisor

CU/og

cc: Bond Dept. - Oil Conservation Commission
Legal Dept. Oil Conservation Commission
Well File, J-10-15N-33E