March 7, 1932

Mr. F. D. Kerns, Bueyeros, New Mexico.

Dear Sir:

I am writing you again in regard to the Kerlin No. 1 Well of the Kumbaca Oil and Gas Company of New Mexico in Sec. 34, T. 21 N., R. 30 E., Harding County.

Reports have come to me that no effort has been made to stop the waste of gas from this well and that considerable gas is being lost on this account. This is, of course, a serious situation and should be remedied at once. I am, therefore, requesting that this well be shut in at the earliest possible moment and the waste of gas be stopped.

Even though, the Kumbaca Company controls all of the lands within a considerable radius of the well, the loss of gas is a serious matter for adjacent property owners, if the gas reservoir under lies any of their holdings.

I am also calling your attention to the fact that this office should be supplied with Form SG-107, "Operator's Monthly Reports of Operations for the following months: June, July, August, September, October and November, 1931 and January, February and March, 1932.

Under separate cover, we are mailing you a copy of Bulletin 2 of the State Geologist giving revised rules and regulations which, of course, should be followed by your company.

Thanking you in advance for your prompt attention to the above request, I am.

Very truly yours,

EHW:AP

E. H. Wells, State Geologist

Harry Shuart Beall Agency J. D. Hunter.