



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

March 24, 1982

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

True Land & Royalty Company
P.O. Box 2360
Casper, Wyoming 82602

ATTENTION: Jerry Kennedy

SUBJECT: Arguello Well No. 34
N-24-T23N-R-17E Mora
County, New Mexico

Dear Jerry:

The AGREEMENT of February 22, 1982 and accompanying transmittal letter was received and recorded this date. Although this is quite complete and - to all immediately concerned with the project - clear as to intent; it will not suffice to close our files or release your bond. This is because, legally, the documents fail to:

- (a) identify the operator - True Oil Company
- (b) describe the location - 950' FSL and 2150' FWL, etc.

and (c) spell out responsibilities - ie., who does what to well-bore and surface

Attached are forms which have been approved for use in transferring bore-holes drilled under OCD permits to the landowners for use as water supply wells. Two completed copies of this form (only one of which needs to be an original) should be sent to this office. In the event a copy showing State's approval is desired, kindly submit such extra copy. (Not required by New Mexico Statute.)

Yours truly,

Carl Ulvog,
District IV Supervisor

CU/dp

Enclosures