

## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS ROAD - AZTEC

January 23, 1969

GOVERNOR
DAVID F. CARGO
CHAIRMAN

LAND COMMISSIONER ALEX ARMIJO MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

Mr. Edward M. Kriss 3355 Via Lido Newport Beach, California

Dear Mr. Kriss:

We have received your Notice of Intention to Re-enter the Rhine Petroleum Industries of Utah #1 Sargent well located in the northeast quarter of the northwest quarter of Section 16, Township 32 North, Range 3 East, Rio Arriba County, New Mexico.

As you may be aware, this well was plugged by the operator in 1959 and their plugging bond was released. It will be necessary for you to post a \$5000 one well plugging bond covering this location before we can approve your Intention to Re-enter. As you already have one \$5000 bond for your other well in that area, it might be that you would prefer to secure a \$10,000 blanket bond under which an indefinite number of wells may be drilled. I am enclosing applications in the event you so decide.

As this well evidently is located on the Edward Sagent Estate, I would suggest that we identify the well as the Edward M. Kriss #I Sargent. I am also enclosing a supply of form C-102, Acreage Dedication Plats, and request that you fill out the plat in so far as it concerns acreage dedication and file it in triplicate with his office. Forty acres is the proper dedication for a wildcat well.

We will hold your Notice until we have heard from you.

Yours very truly,

Emery C./ Arnold

Supervisor, District #3

ECA:mc

Encl.

cc: Oil Conservation Commission Santa Fe, New Mexico Knie E-103-vouled must