

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE NEW MEXICO 87501

March 26, 1975

Mr. J. S. Elliott
P. O. Box 1333
Farmington, New Mexico 87401

Dear Mr. Elliott:

Enclosed are copies of the blank forms which you will need to complete when you begin operations at the Horton Well No. 1, located in the northeast corner of Section 32, Township 11 North, Range 7 East, NMPM, Santa Fe County. As discussed in our telephone conversation on March 25, 1975, it will be necessary for a bond to be posted in the name of the new operator, either by transfer of the existing bond or acquisition of a new bond. Forms are enclosed for this purpose. In the event you should decide to assign the well to Mr. Horton for use as a water supply well, you note that the proper forms for such a transfer are also enclosed.

If you are not familiar with State regulations concerning wells drilled for oil or gas, I am sending copies of the most important rules. If you encounter production, there are other rules that will apply and also other forms which you will need. These will be furnished upon request.

Because of the time which has elapsed since the subject well was abandoned, it will be required that some type of action be taken before May 15, 1975. If you have need of additional information pertaining to this matter or wish advice on procedures to be followed, do not hesitate to contact this office.

Yours truly,

CARL ULVOG
Senior Geologist
District IV Supervisor

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encls.

cc: Mr. W. F. Carr, Esq.
General Counsel
Oil Conservation Commission
Santa Fe, New Mexico 87501

Mr. Tom C. Horton
P. O. Box 150
Edgewood, New Mexico 87015

Sage Corporation
401 North Auburn
Farmington, New Mexico 87401