OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

June 12, 1958

National Surety Corporation c/o James H. Russell Agency P.G. Box 170 Santa Fe, New Mexico

> Re: Blackstone, J. H., Individual \$10,000 Blanket Bond Form 39-A1; National Surety Corporation Bond No. 1219134

Gentlemen:

On May 24, 1950, your Company executed the above-captioned plugging bond on behalf of J. H. Blackstone. In June of 1950 Mr. Blackstone commenced drilling his Neville No. 1 Well in the SW/4 NW/4 of Section 9, Township 11 North, Range 11 Dast, NMPM, Santa Fe County, New Mexico.

The Rules and Regulations of the Oil Conservation Commission require that this well be plugged. We have on several occasions tried to contact Mr. Blackstone regarding the plugging of the subject well; however, we have been unable to obtain any response to our demands.

In view of the foregoing, we are hereby making demand on National Surety Company, as surety on the above-captioned bond, to plug the aforementioned well in a manner approved by the Commission within sixty days from the date of this letter.

If you have any question concerning this matter, do not hesitate to call on me.

Very truly yours,

William J. Cooley General Counsel

WJC:bp

- CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

September 25, 1958

Mr. Frank Neville Stanley, New Mexico

Dear Mr. Neville:

I am informed that you were in my office on September 23rd, 1958, regarding the possibilities of converting to a water well the J. H. Blackstone Neville No. 1 Well in the SW/4 NW/4 of Section 9, Township 11 North, Range 11 East, NMPM, Santa Fe County, New Mexico.

The Oil Conservation Commission of New Mexico has no objection to the conversion of the above-described well to a water well for your private use. In such cases, it is customary for the operator to plug the well back to a level just below the fresh water and to leave casing in the well. However, before we can authorize the transfer of the Neville No. 1 Well to you for such use, it will be necessary for you to execute an Affidavit of Responsibility for Conversion to Water Well. If you desire to take this course of action, I would suggest that you make an appointment to meet with me in my office at some date in the near future at which time I will be happy to assist you in executing the necessary papers.

I regret that I was not in my office when you called. If you have any questions concerning this matter, please do not hesitate to call on me.

Very truly yours,

William J. Cooley General Counsel

WJC:bp