

**NM1 - 28**

**BONDS**



BRUCE KING  
GOVERNOR

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

June 16, 1992

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

CBIC  
4001 N. Third Street  
Suite 480  
Phoenix, Az. 85011-6597

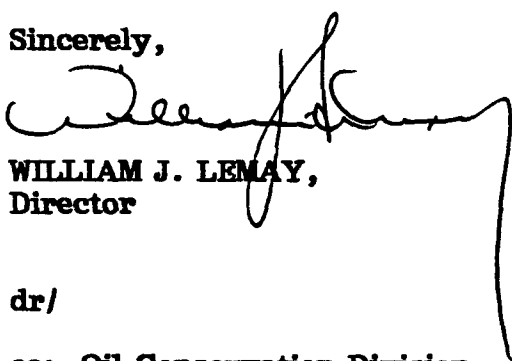
Attention: Charlotte A. Garrow

Re: \$25,000 Treating Plant Bond  
Old Loco Oil, Operator  
Sec. 29, T-17-S, R-29-E  
Eddy County  
Bond No. NM 0104

Dear Ms. Garrow:

We are in receipt of your Reinstatement Notice for the above-referenced plugging bond superseding your cancellation notice of May 28th. We will consider this bond to be in full force and effect with no lapse in coverage.

Sincerely,

  
WILLIAM J. LEMAY,  
Director

dr/

cc: Oil Conservation Division  
Artesia, New Mexico

**CBIC**  
**CONTRACTORS BONDING**  
**AND INSURANCE COMPANY**

**REINSTATEMENT**  
**NOTICE**

'92 JUN 15 AM 9 04

**Arizona:**

4001 N. Third St., Suite 480  
P.O. Box 16597  
Phoenix, AZ 85011-6597  
(602) 279-9900  
(800) 866-CBIC National  
(602) 277-0005 FAX

ST OF NEW MEXICO OIL CONSERVATION DIV.  
P.O. BOX 2088  
SANTA FE, NM 87504

Company Name: OLD LOCO OIL

Bond Number: NM0104 shall now be reinstated effective

the 26 day of MAY, 19 92.

Signed and Sealed this 11 day of JUNE, 19 92.

CONTRACTORS BONDING AND INSURANCE COMPANY

BY:

*Charlotte A. Garrow*

CHARLOTTE A. GARROW

Attorney-In-Fact

**CBIC**  
**CONTRACTORS BONDING**  
**AND INSURANCE COMPANY**

OIL CONSERVATION DIVISION

RECEIVED

'92 MAY 28 AM 8 57

Arizona :  
4001 North Third Street  
Suite 480  
Post Office Box 16597  
Phoenix, AZ 85011-6597  
(602) 279-9900  
(800) 866-CBIC National  
(602) 277-0005 FAX

**CANCELLATION NOTICE**

**OBLIGEE :**

**ST OF NEW MEXICO OIL CONSERVAT**  
**P.O. BOX 2088**  
**SANTA FE, NM 87504**

**LICENSEE/PRINCIPAL :**

**SHAWN KINNIBRUGH**  
**RANDY KINNIBRUGH DBA :**  
**OLD LOCO OIL**  
**12563 LOVINGTON HIWAY**  
**LOCO HILLS, NM 88255**

**AGENT :**

**LETCHER, GOLDEN ASSOC., INC.**  
**P.O. BOX 175**  
**ARTESIA, NM 88210**

**BOND NUMBER : NM0104**  
**PENAL SUM : \$25,000**

**EFFECTIVE DATE: 14-JUL-91**  
**TYPE: LIC / PERMIT**

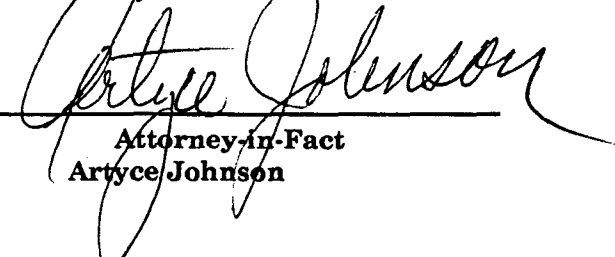
Contractors Bonding and Insurance Company hereby notifies you that it has elected to cancel this bond in its entirety. Such cancellation shall become effective 60 days after your receipt of this notice.

This notice is given to you in accordance with the cancellation provision in the above said bond.

**Dated : 26-MAY-92**

Contractors Bonding and Insurance Company

By : /s/ Artyce Johnson

  
\_\_\_\_\_  
**Attorney-in-Fact**  
**Artyce Johnson**

**TO :**  
**LETCHER, GOLDEN ASSOC., INC.**  
**P.O. BOX 175**  
**ARTESIA, NM 88210**



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

July 18, 1988

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

Old Loco Oil  
P. O. Box 113  
Loco Hills, New Mexico 88255

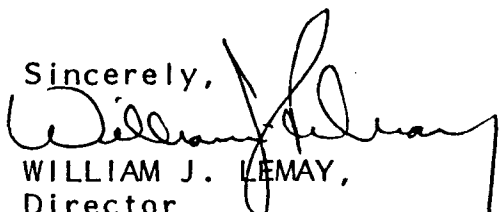
Attention: Orthell Kinnibrugh

Re: \$25,000 Treating Plant Bond  
Old Loco Oil, Operator  
Sec. 29, T-17-S, R-29-E,  
Eddy County  
Bond No. NM0104

Dear Mr. Kinnibrugh:

The Oil Conservation Division hereby approves the above-captioned treating plant bond effective this date.

Sincerely,

  
WILLIAM J. LEMAY,  
Director

dr/

cc: Oil Conservation Division  
Artesia, New Mexico

Contractors Bonding and  
Insurance Company  
P. O. Box 175  
Artesia, New Mexico 88210

\$25,000.00 TREATING PLANT BOND

BOND NO. NM0104 Prem: \$500.00  
(For Use of Surety Company)

File with Oil Conservation Division, P. O. Box 2088, Santa Fe, New Mexico 87504

KNOW ALL MEN BY THESE PRESENTS:

That Old Loco Oil, (an individual)  
(partnership) (a corporation organized in the State of New Mexico,  
with its principal office in the City of Loco Hills, State of New  
Mexico, and authorized to do business in the State of New Mexico), as  
PRINCIPAL, and CONTRACTORS BONDING AND INSURANCE COMPANY, a corporation  
organized and existing under the laws of the State of Washington,  
and authorized to do business in the State of New Mexico with duly appointed resident  
agent licensed in the State of New Mexico to execute this bond on behalf of the  
surety company, as SURETY, are held firmly bound unto the State of New Mexico, for  
the use and benefit of the Oil Conservation Division of the Energy & Minerals  
Department pursuant to Chapter 72, Laws of New Mexico, 1935, as amended, and to the  
State of New Mexico in the sum of Twenty Five Thousand (\$25,000.00) Dollars lawful  
money of the United States for the payment of which, well and truly to be made, said  
PRINCIPAL and SURETY hereby bind themselves, their successors and assigns, jointly  
and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into the  
process of treating and reclaiming sediment oil in Section 29, Township 17  
(~~North~~) (South), Range 29 (East) (~~West~~), N.M.P.M., Eddy County, New  
Mexico.

NOW, THEREFORE, This \$25,000 performance bond is conditioned upon substantial  
compliance with all applicable statutes of the State of New Mexico and all rules,  
regulations, and orders of the Oil Conservation Division of the Energy and Minerals  
Department, and upon clean-up of the plant site to standards of the Oil Conservation  
Division; otherwise the principal amount of the bond to be forfeited to the State of  
New Mexico.

PROVIDED, HOWEVER, That sixty (60) days after receipt by the Oil Conservation  
Division of written notice of cancellation from the Surety, the obligation of the  
Surety shall terminate as to activities or operations conducted by PRINCIPAL after  
said sixty (60) day period but shall continue in effect, notwithstanding said notice,  
as to such activities or operations conducted or commenced before the expiration of  
the sixty day period.

Signed and sealed this 14th day of July, 1988.

Old Loco Oil  
PRINCIPAL

CONTRACTORS BONDING AND INSURANCE COMPANY  
SURETY

MAILED JAN 1990  
PLANT BOX 113 Loco Hills, NM 88255  
Mailing Address  
YINHOOCANODAM  
Signature [Signature] Title President

P.O. BOX 16597, Phoenix, AZ 85011-6597

Mailing Address

By Cynthia Bicknell  
Attorney-in-Fact Cynthia Bicknell

(Note: Principal, if corporation  
Affix corporate seal here.)

(Note: Corporate surety affix corporate  
seal here.)

EXHIBIT A  
CASE NO. 8909  
ORDER NO. R-8284

Countersigned by:

Ronnie A. Letcher  
New Mexico Resident Agent  
Ronnie A. Letcher

P.O. Box 175 Arta, NM 88210  
Address

STATE OF New Mexico )  
COUNTY OF Eddy ) ss.

On this 14th day of July, 19 88, before me personally appeared Ronnie A. Letcher, to me known to be the person (persons) described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as he (their) free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Rachel A. Muncy  
Notary Public Rachel A. Muncy

April 28, 1992  
My Commission Expires:

ACKNOWLEDGMENT FORM FOR CORPORATION

STATE OF New Mexico )  
COUNTY OF Eddy ) ss.

On this 14th day of July, 19 88, before me personally appeared Orthell Kinniburgh, to me personally known who, being by me duly sworn, did say that he is President of Old Loco Oil and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Rachel A. Muncy  
Notary Public Rachel A. Muncy

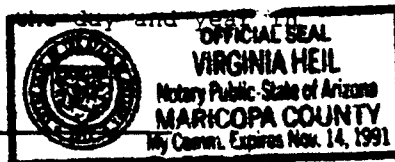
April 28, 1992  
My Commission Expires

STATE OF Arizona )  
COUNTY OF Maricopa ) ss.

On this 14th day of July, 19 88, before me appeared Cynthia Bicknell, to me personally known, who, being by me duly sworn, did say that he is attorney-in-fact of CONTRACTORS BONDING AND INSURANCE COMPANY and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Virginia Heil  
Notary Public



My Commission Expires:  
(Note: Corporate surety attach power of attorney)

APPROVED BY:  
OIL CONSERVATION DIVISION

By [Signature]



# CONTRACTORS BONDING AND INSURANCE COMPANY

**Limited  
Power of Attorney**

1213 Valley Street  
Seattle, WA 98109  
(206) 622-7053

KNOW ALL MEN BY THESE PRESENTS that CONTRACTORS BONDING AND INSURANCE COMPANY, a corporation duly organized and existing under the laws of the State of Washington, and having its principal office in Seattle, King County, Washington, does by these presents make, constitute and appoint CYNTHIA BICKNELL, of Phoenix, Arizona, its true and lawful attorney-in-fact, with full power and authority hereby conferred in its name, place and stead, to execute, acknowledge and deliver license bonds, miscellaneous bonds, as those bonds are generally understood in the trade, and permit bonds not exceeding the penal sum of \$25,000; performance and payment bonds not exceeding the penal sum of \$25,000; and bid bonds for jobs which, if the contract is awarded, the performance and/or payment bond(s) will not exceed \$25,000; and to bind the Company thereby as fully and to the same extent as if such bonds were signed by the President, sealed with the corporate seal of the Company and duly attested by its Secretary; hereby ratifying and confirming all that the said attorney-in-fact may do in the premises. Said appointment is made under and by authority of the following resolutions adopted by the Board of Directors of the CONTRACTORS BONDING AND INSURANCE COMPANY on March 28, 1988:

RESOLVED that the President is authorized to appoint as attorney-in-fact of the Company CYNTHIA BICKNELL with power and authority to sign on behalf of the Company license bonds, miscellaneous bonds, as those bonds are generally understood in the trade, and permit bonds not exceeding the penal sum of \$25,000; performance and payment bonds not exceeding the penal sum of \$25,000; and bid bonds for jobs which, if the contract is awarded, the performance and/or payment bond(s) will not exceed \$25,000.

RESOLVED FURTHER that the authority of the Secretary of the Company to certify the authenticity and effectiveness of the foregoing resolution in any Limited Power of Attorney is hereby delegated to the following persons, the signature of any of the following to bind the Company with respect to the authenticity and effectiveness of the foregoing resolution as if signed by the Secretary of the Company: Donald Sirkin, Michael L. Johnson, Artyce Johnson, Virginia Heil, Gary Bailey and Steven A. Gaines.

RESOLVED FURTHER that the signatures of the President, Notary Public and person certifying authenticity and effectiveness, and the corporate and Notary seals appearing on any Limited Power of Attorney containing this and the foregoing resolutions may be by facsimile.

RESOLVED FURTHER that all resolutions adopted prior to today appointing the above named as attorney-in-fact for CONTRACTORS BONDING AND INSURANCE COMPANY are hereby superseded.

IN WITNESS WHEREOF, CONTRACTORS BONDING AND INSURANCE COMPANY has caused these presents to be signed by its President and its corporate seal to be hereto affixed this 28th day of March, 1988.

CONTRACTORS BONDING AND INSURANCE COMPANY

By:

  
Steven A. Gaines, President

STATE OF WASHINGTON—COUNTY OF KING

On this 28th day of March, 1988, personally appeared STEVEN A. GAINES, to me known to be the President of the corporation that executed the foregoing Limited Power of Attorney and acknowledged said Limited Power of Attorney to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that he is authorized to execute the said Limited Power of Attorney.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.

  
Kathleen G. Miller, Notary Public in and for the State of Washington, residing at Seattle

The undersigned, acting under authority of the Board of Directors of CONTRACTORS BONDING AND INSURANCE COMPANY, hereby certifies, in lieu of Certificate of the Secretary of CONTRACTORS BONDING AND INSURANCE COMPANY, that the above and foregoing is a full, true and correct copy of the Limited Power of Attorney issued by said Company, and does hereby further certify that the said Power of Attorney is still in force and effect.

GIVEN under my hand at Phoenix, Arizona, this 14th day of July, 19 88

