

July 9th, 1935.

Mr. A. S. Laddoll,
Carbon Dioxide Ice Corporation,
Bueyeros, New Mexico.

Dear Sir:

This is in reply to your letter of June 25th. I regret that my absence from Santa Fe has prevented an earlier reply.

As regards the bond accompanying your letter is found to be not satisfactory. It should preferably be a cash bond and the amount should be \$2000.00 for a well of the depth you propose to drill.

The matter of bond requirements for drilling operations is being considered by the Oil Conservation Commission of New Mexico and forms for these bonds will be adopted about the end of the month. It will of course be necessary for you to submit a bond that will meet with the approval of the Commission in line with the rules and regulations that they will adopt.

Form OG 101, "Notice of Intention to Drill New Well" for your Baca No. 1 well has been submitted to us as a single copy. You will note that this form should be submitted in triplicate. Also forms of this nature should be sent to Mr. F. J. Vesely, State Oil and Gas Inspector, Carlsbad, New Mexico, who is authorized to approve them. However, he cannot approve any of these forms until he is advised that a proper bond has been submitted and approved by the Oil Conservation Commission.

Very truly yours,

OIL CONSERVATION COMMISSION

By _____
State Geologist

L. H. Collins