

Fidelity and Deposit Company

HOME OFFICE OF MARYLAND BALTIMORE 3

FIDELITY AND SURETY
BONDS



BURGLARY AND GLASS
INSURANCE

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COSBY D. THOMAS
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306-311 SECURITY BUILDING

PHONES ACOMA 1826, 1827

DENVER 2

RAY J. NOONE
ASSOCIATE
FRANK C. BROEMMEL
SPECIAL REPRESENTATIVE
R. S. SIZER
CLAIMS ATTORNEY

April 24, 1951

New Mexico State Oil Conservation Commission,
Santa Fe,
New Mexico.

Re: Drilling Bond for Roy E. Timmons.

Gentlemen:

Our Company has in effect a \$2,500 drilling bond (Form 39-B) issued May, 1938, in favor of Roy E. Timmons in conjunction with his lease for drilling of Carbon Dioxide Gas on state lands. (1)

If you are familiar with Mr. Timmons' drilling operations, we would appreciate your advices as to whether or not this particular operation is still active, and if not, whether the well covered by the bond has been properly abandoned. ✓

The bond as issued seemingly does not contain the permissible cancellation provision which could have been included, and we are wondering if there is any New Mexico statute or Commission regulation whereby we could affect release as to any future liability on the part of the principle.

Mr. Timmons is apparently unconcerned about this particular drilling operation since he has been consistently delinquent in payment of the bond premium. If operations are dormant it may be to the advantage of both the principal and ourselves to terminate the bond liability thereby dispensing with any future premium accumulation. It may also benefit the principal by impressing the necessity of properly maintaining or abandoning the well in accordance with Commission regulations.

Your consideration in answering any of the questions as outlined will be greatly appreciated.

Very truly yours,

Robert E. Williams
Robert E. Williams,
Special Representative.

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