

OIL CONSERVATION COMMISSION

SANTA FE, NEW MEXICO

September 18, 1951

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Y

Mr. A. C. Delmas, Assistant Manager
Bonding Department
Pacific Employers Insurance Company
1033 South Hope Street
Los Angeles 15, California

Re: Plugging Bond on Mountain States Drilling & Exploration Company No. 1 NWSW Sec. 32 T 4 N, R 7 E, Torrance County ✓

Dear Sir:

This is in answer to your letter of September 6, 1951, pertaining to the plugging bond for the above-captioned well.

It is necessary that this Commission have on file a bond on every well in the State which has not been permanently plugged and abandoned. After a well has been plugged and abandoned the plugging bond is forthwith released. Since spasmodic operations are still continuing on the above captioned well we are not at this time in a position to cancel the plugging bond until at such time as the principles supply us with a plugging bond in the same amount from another surety company. If you could persuade the principle to do this, we would be very happy to cancel your company's plugging bond. I might add that I have tried to accomplish this at the request of Mr. Bob Daniels, of Hobbs, New Mexico on numerous occasions and have not met with success up to the present. I might suggest that you contact Mr. Daniels and see if he can arrange to have the Mountain States Drilling and Exploration Company or whoever is operating the well at the present time to make a new plugging bond from another company. If this can be accomplished we will be very glad to cancel your obligation.

Very truly yours,

ELVIS A. UTZ,
Gas Engineer

EAU/ir

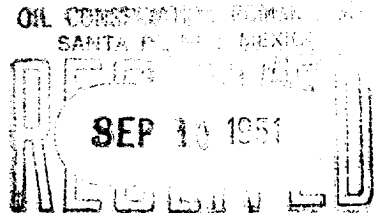
PACIFIC EMPLOYERS INSURANCE COMPANY

THE VICTOR MONTGOMERY
UNDERWRITING

GENERAL AGENCY, INC.
MANAGERS

1033 SO. HOPE STREET
RICHMOND 0321
LOS ANGELES 15

September 6, 1951



Oil Conservation Commissioner,
State of New Mexico,
Santa Fe, New Mexico.

Dear Sir:

RE: BOND B-23767 - MOUNTAIN STATES DRILLING & EXPLORATION COMPANY
OIL WELL DRILLING BOND NW $\frac{1}{4}$ SW $\frac{1}{4}$ SEC. 32 T 4 N. R 7 E. TORRANCE CO.

On November 12, 1949, our company executed an oil well drilling bond in favor of the State of New Mexico for the above named. Our company is no longer writing surety bonds outside of the State of California and it is our desire, if possible, to terminate our obligation as to future liability effective November 12, 1951. Will you please advise if it is possible to accomplish this, and in order to conform to the laws of your State advise exactly what means we should use to cancel our obligation.

If this cannot be done we will, of course, continue our bond. We wish to thank you for your reply to our above questions.

Very truly yours,

A. C. Delmas
A. C. Delmas, Assistant Manager,
Bonding Department.

ACD:LM

CONSERVATION COMMISSION
SANTA FE, NEW MEXICO.
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September 6, 1951

Oil Conservation Commissioner,
State of New Mexico,
Santa Fe, New Mexico.

Dear Sir:

RE: BOND B-23767 - MOUNTAIN STATES DRILLING & EXPLORATION COMPANY
OIL WELL DRILLING BOND NO. 107 SEC. 32 T 4 N. R 7 E. TERRANCE CO.

On November 12, 1949, our company executed an oil well drilling bond in favor of the State of New Mexico for the above named. Our company is no longer writing surety bonds outside of the State of California and it is our desire, if possible, to terminate our obligation as to future liability effective November 12, 1951. Will you please advise if it is possible to accomplish this, and in order to conform to the laws of your State advise exactly what means we should use to cancel our obligation.

If this cannot be done we will, of course, continue our bond. We wish to thank you for your reply to our above questions.

Very truly yours,

A. C. Delmas, Assistant Manager,
Bonding Department.

ACD:EM

PACIFIC EMPLOYERS INSURANCE CO.

