



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

September 7, 1978

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

General Casualty Company
of America
c/o General Insurance Company of America
Safeco Plaza
Seattle, Washington 98105

Re: \$5,000 One-Well Bonds Nos. 333575
and 333613, Oil Exploration, Inc.,
Principal, General Casualty Company
of America, Surety
Order No. R-4986

Gentlemen:

Your company is the surety for these indemnification bonds under which the Irwin Well No. 1 and Irwin "A" Well No. 1 were drilled. These wells were ordered to be plugged on or before June 15, 1975, by your principal according to the terms of Order No. R-4986, enclosed. Copies of the bonds in question are also enclosed.

These wells were never plugged, although they were "capped" by the landowner in a manner we feel to be entirely inadequate, and have been unable to locate your principal. Therefore, I am considering hiring a contractor to perform the necessary work, and would then seek reimbursement from your company up to the limits of your bonds. You do, of course, have the option to plug these wells yourselves. If you wish to do so, please contact our district supervisor, Mr. Carl Ulvog, at 505-827-2533.

I look forward to hearing from you at your earliest convenience.

Very truly yours,

LYNN TESCHENDORF
General Counsel

LT/dr

cc: Carl Ulvog