



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

JERRY APODACA  
GOVERNOR

NICK FRANKLIN  
SECRETARY

January 2, 1979

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

Safeco Insurance  
Surety Department  
P. O. Box 5687  
Denver, Colorado 80217

RECEIVED  
JAN 10 1979  
OIL CONSERVATION DIVISION

Attention: Nancy Webber

Re: \$10,000 Blanket Plugging Bond  
Hugh L. Johnston, Sr.,  
Principal, General Insurance  
Company of America, Surety  
Bond No. 526430

Gentlemen:

According to the terms of Order No. R-5806, enclosed, your principal was to have plugged the Continental State Well No. 5 by November 30, 1978. He has not complied with the terms of that order and is believed to be deceased. Therefore, we hereby make demand on your company to plug the well in question. If you do not wish to do so, the Division will hire a contractor and seek reimbursement up to the limits of your bond. Please let us know by January 31 which course you intend to pursue.

Very truly yours,

LYNN TESCHENDORF  
General Counsel

LT/dr

cc: Bill Gressett