

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
GOVERNOR

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY
CABINET SECRETARY

January 24, 1996

Rand Carroll, Legal Bureau
Oil Conservation Division
2040 So. Pacheco Street
Santa Fe, NM 87505

Re: Well Plugging, Salkar Inc, El Cheapo #1, Ut F, Sec 35-18S-27E

Dear Rand,

We recommend the above captioned well be plugged to protect fresh waters of New Mexico, the environment and correlative rights in the area.

Enclosed is a copy of the well file and plugging procedures. I find no plugging bond in force in our records.

Yours Truly,



Ray Smith
Deputy Oil & Gas Inspector

RS:br

COMPANY Salkar Inc.		PROPERTY NAME El Cheapo		WELL NO. 1
DATE	LOCATION ULSTR) F-35-18-27	FOOTAGE 1650 FNL & 1650 FWL		
API NO. 30-015-25238		POOL A-On-Gb. SA		
1. Spot a 40 Sx plug at 1800'. WOC and tag.				
2. Load hole with mud from tag to 680'.				
3. Pull up hole to 680' & fill to surface with cement.				
4. Set dry hole marker, clean & level location.				
Contractor will be responsible for condition of road and pad. Contractor will also handle any salvage.				
CASING RECORD:		<div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p>8 5/8 @ 278' C</p> <p>4 1/2 @ 2140' C</p> <p>TD 2220'</p> <p>Top Perf @ 1516'</p> </div> <div style="width: 50%; text-align: right;"> <p>53 Sx @ 680' to surface</p> <p>Mud</p> <p>40 Sx @ 1800'</p> </div> </div>		

CURRENT

COMPANY Salkar Inc.		PROPERTY NAME El Cheapo		WELL NO. 1
DATE	LOCATION ULSTR) F-35-18-27		FOOTAGE 1650 FNL & 1650 FWL	
API NO. 30-015-25238		POOL A-On-Gb. SA		
1. Spot a 40 Sx plug at 1800'. WOC and tag.				
2. Load hole with mud from tag to 680'.				
3. Pull up hole to 680' & fill to surface with cement.				
4. Set dry hole marker, clean & level location.				
Contractor will be responsible for condition of road and pad. Contractor will also handle any salvage.				
CASING RECORD:				
8 5/8 @ 278' C				
4 1/2 @ 2140' C				
TD 2220'				
Top Perf @ 1516'				

8 5/8 @ 278'

Top Perf 1516'

4 1/2 @ 2140'

ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION



March 31, 1987

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2086
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Active Bond

RECEIVED

MAR - 8 1987

OIL CON. DIV.
DIST. 2

Bob Ferguson, Inc.
P. O. Drawer 11
Artesia, New Mexico 88210

Attention: Linda Holley

Re: \$5,000 One-Well Plugging Bond
Salkar, Inc., Principal
The Travelers Indemnity Co., Surety
1650' FNL and 1650' FWL of Sec. 35,
T-18-S, R-27-E, Eddy County
Bond No. 427F242-4

Dear Ms. Holley:

I have again checked with our Artesia district office regarding the cancellation of the above-referenced bond. I have been advised that there is no change in the status and therefore this bond cannot be released.

If you have any questions, please feel free to contact me.

Sincerely,

Diane Richardson

DIANE RICHARDSON
Administrator
Bonding Department

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
OGD	EXHIBIT NO. 2
CASE NO.	11490

SALKAR, INC.
P. O. Box 1151
Artesia, New Mexico 88210

\$5,000 One-Well Plugging Bond
The Travelers Indemnity Company, Surety
BOND NO. 427 F 244-8

Approved: April 11, 1985

1650' FSL and 330' FEL of Sec. 1,
T-19-S, R-27-E, Eddy County
Depth: 2300'

Cancelled: May 6, 1986

SALKAR, INC.
P. O. Box 1151
Artesia, New Mexico 88210

2
\$5,000 One-Well Plugging Bond
The Travelers Indemnity Company, Surety
BOND NO. 427F246-1

Approved: April 23, 1985

2310' FSL and 990' FEL of Sec. 1,
T-19-S, R-27-E, Eddy County
Depth: 3,000 feet.

Cancelled: July 8, 1985



① Salkar, Inc.
P.O. Box 1151
Artesia, NM 88210

RECEIVED

12-1-1983

② The Travelers Indemnity

OIL CON. DIV.
DIST. 2

Re: Bond No. 427F242-4

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
OCD	EXHIBIT NO. 3
CASE NO.	11490

NEW MEXICO OIL CONSERVATION DIVISION
2040 SOUTH PACHECO
SANTA FE, NM 87505

FEBRUARY 16, 1996

Certified Mail
Return Receipt Requested

Salkar, Inc.
P.O. Box 1151
Artesia, NM 88210

The Travelers Indemnity Co.
PO Box 1201
Farmington, CT 06034
RE: Bond No. 427F242-4

RE: OCD Case No. 11490
Application of the New Mexico Oil Conservation Division for a Show Cause Hearing
requiring Salkar, Inc. to appear and show cause why the El Cheapl Well No. 1 located in
Unit F of Sec.35, T18S, R27E, Eddy., NM should not be plugged and abandoned

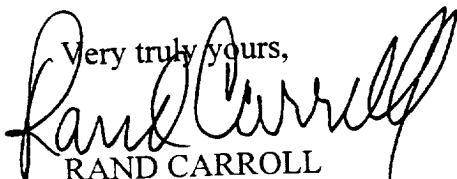
Dear Sir/Madam:

This letter is to advise you that the New Mexico Oil Conservation Division has filed the enclosed application seeking a Show Cause Hearing requiring Salkar, Inc. to appear and show cause why it should not be ordered to plug and abandon the above-referenced well.

This application has been set for hearing before an Examiner of the Oil Conservation Division on March 7, 1996. You are not required to attend this hearing, but as an owner of an interest that may be affected by an order issued in this case, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases have been requested by the Division (Memorandum 2-90--- Enclosed) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,



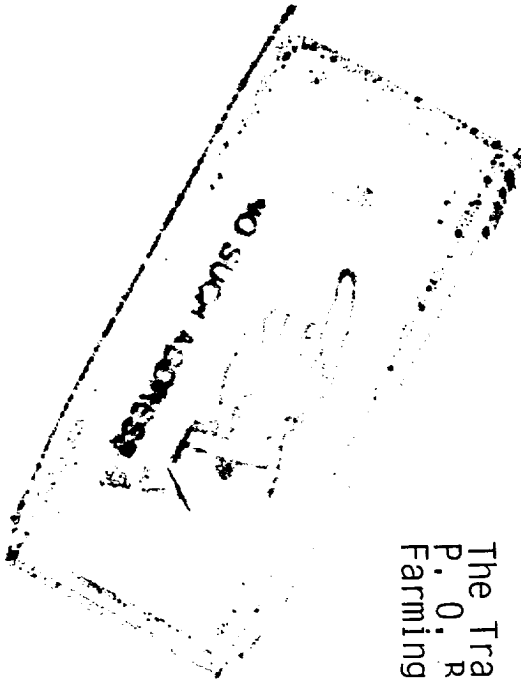
RAND CARROLL

ATTORNEY FOR THE NEW MEXICO OIL CONSERVATION DIVISION

Enclosures

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NM 87505



The Travelers Indemnity CO
P. O. Box 1201
Farmington, NM 06034

Ct

OIL CONSERVATION DIVISION

X MOVED LEFT
ATTEMPTING TO RE-ENTER
UNOCCUPIED NOT KNOWN
TO BE ON SITE
IF NO CAR PLACED
IN FRONT OF BUILDING ADDRESS

~~Saikar, Inc.
P.O. Box 1151
Artesia, NM 88210~~

MINERALS AND NATURAL RESOURCES DEPARTMENT

tion Division
9800
A 87505

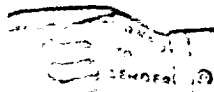
CERTIFIED

26 937 113

MAIL

ED - RETURN
REQUESTED

2-21



SALKAR INC.
PO BOX 1151
ARTESIA, NEW MEXICO 88210

☐ MOVED - NEW ADDRESS
☒ FORWARDING ORDER EXPIRED
☐ UNCLAIMED NOT KNOWN
☐ UNCLAIMED ☐ REFUSED
☐ NO SUCH STREET
☐ NO SUCH NUMBER
☐ INSUFFICIENT ADDRESS

PS Form 3800, April 1995

P 326 937 113

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to SALKAR INC.	
Street & Number	
PO BOX 1151	
Post Office, State, & ZIP Code	
ARTESIA, NM 88210	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

Fold at line over top of envelope to
the right of the return address

- SENDER:**
- Complete items 1 and/or 2 for additional services.
 - Complete items 3, 4a, and 4b.
 - Print your name and address on the reverse of this form so e can return this card to you.
 - Attach this form to the front of the mailpiece, or on the back if space does not permit.
 - Write "Return Receipt Requested" on the mailpiece below the article number.
 - The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

Is your RETURN ADDRESS completed on the reverse

3. Article Addressed to:		4a. Article Number P 326 937 114	
THE TRAVELERS INDEMNITY CO. PO BOX 1201 FARMINGTON, CT. 06034		4b. Service Type	
		<input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
5. Received By: (Print Name)		7. Date of Delivery <i>2/21/96</i>	
6. Signature: (Addressee or Agent) <i>X [Signature]</i>		8. Addressee's Address (Only if requested and fee is paid)	

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

PS Form 3800, April 1995

Sent to	
THE TRAVELERS INDEMNITY CO. PO BOX 1201 FARMINGTON CT 06034	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

P 326 937 114

Fold at line over top of envelope to the right of the return address