* Re: Mountain States Petroleum Corporation
Federal 32-F-1 Well
SW/4 Section 32-26N-2W
Rio Arriba County, New Mexico
(Farmout from Humble Oil & Refining Company)

*** Following receipt of U.S.G.S. notice that a "Subsequent Report of Abandonment" had not been filed on this well, Mr. H. L. Farris, Field Superintendent for Humble Oil & Refining Company at Farmington, New Mexico, visited the wellsite and reported his findings. Mr. Farris visited the wellsite in the SW/4 of Section 32-26N-2W, Rio Arriba County, New Mexico, on November 25, 1969. He found the location in good condition with pits filled and location cleaned up and leveled. He found a 4" x 4' steel pipe marker on which the following had been welded: Raco Drilling Company, Federal 32-F-1, Section 32-26N-2W, Rio Arriba County, New Mexico.

It would appear that the Notice of Intention to Abandon the well filed with the U.S.G.S. by Jack A. Cole, geologist in behalf of Mountain States Petroleum Corporation, dated October 1, 1962, was followed up and the well subsequently plugged and abandoned and the marker installed. We, of course, have no way of knowing the manner in which the well was plugged but the marker is in place and all appearances above the ground indicate compliance.

Attached is a copy of a letter from Mountain States Petroleum Corporation to Humble Oil & Refining Company dated October 25, 1962, advising that plugging operations with respect to the subject well had been completed. We have not been able to determine what the relationship between Raco Drilling Company and Mountain States Petroleum Corporation might have been; however, the letterhead on the attached letter shows Floyd J. Ray to be a vice president of Mountain States Petroleum Corporation. It is our understanding, although we do not know this for sure, that Mr. Ray was president of Raco Drilling Company.

Based on circumstantial evidence, we think it prudent to assume that the well was plugged as indicated on the sundry notice of intention to abandon well dated October 1, 1962.

We hereby request your acceptance of the above information as proof of compliance and also request your approval of the subsequent report of abandonment submitted herewith.

MOUNTAIN SEAVER PERCENTING CONTRACTORS LAND

ALTERET J. ELDIS, JR. \$. . 38 KARLE . . 5

October 25, 1963

MICHAEL STATE V.C. - 2822 6435-1

P. O. FOR 1002 TULDA, OR ASIOMA

TOO DAY TOTH STREET PARMINGTON, NEW MEXICO

Numble Oil & Refining Company P. O. Box 2023 Durango, Colorado

Attention: Mr. Fautin

Your RM 756 Re:

SW# Sec. 32, T-26-H, R-2-W, Rio Arriba Co., New Mexico

Gentlemen:

You are hereby advised that the plugging operations with respect to Hountain States Potroleum Corporation's 32-191 Well located on the above described tract, are complete.

On October 8, 1978, you gave Hountain States Petroleum Corporation approval to plug this well and recessed that we furnish you with a reassignment of our rights as to this tract upon completion of our plugging operations..

We are prepared to make this reassignment to you and would appreciate your preparing same or providing us with a Eatistic ory form to use in meding reassignment of the operating rollies which you conveyed to us by farmout agreement dated Fovember 10, 1960.

very truly yours,

HOUNTAIN STATES PETROLRUM CORPORATION

Charles 2. Brown

CEB: CE