



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

July 25, 1988

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

J. S. Ward & Son, Inc.  
101 South Fourth Street  
Artesia, New Mexico 88211-2195

Attention: Charlene M. Ward

Re: \$5,000 One-Well Plugging Bond  
Walter W. Anderson, Principal  
American Employers' Insurance, Surety  
660' FNL and 1980' FEL of Sec. 30,  
T-9-S, R-35-E, Lea County  
Depth: 5,000 feet  
Bond No. A-R-71361-96

Dear Mrs. Ward:

I am in receipt of your letter requesting cancellation of the above-captioned plugging bond. I have checked with our Hobbs district office and they have advised me that a Mr. Kinsolving had filed a C-104 (Change of Operator) to take over this well but never posted a bond so the paperwork was finally returned to him.

Until such time as this well is transferred to another bonded operator, I cannot release this bond.

If you have any questions, please contact me.

Sincerely,

DIANE RICHARDSON  
Administrator  
Bonding Department

|                           |                      |
|---------------------------|----------------------|
| BEFORE EXAMINER           |                      |
| OIL CONSERVATION DIVISION |                      |
| <u>OCD</u>                | EXHIBIT No. <u>7</u> |
| CASE NO.                  | <u>12975</u>         |