

PRINCIPAL: WOOSLEY OIL COMPANY 25400
SURETY: American Employers' Insurance 26132
BOND NO.: AR-71361-50 105038
TYPE: \$50,000 Blanket
APPROVED: May 18, 1982
CANCELLED: CFL - May 1, 1986 011400
WELL LOCATION:

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
<u>OCD</u>	EXHIBIT NO. <u>5</u>
CASE NO.	<u>11515</u>



TONY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

April 3, 1986

50 YEARS



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Commercial Union Insurance Companies
P. O. Box 20666
El Paso, Texas 79998

Attention: Denise Hice

Re: \$50,000 Blanket Plugging Bond
Jim Woosley dba Woosley Oil Company,
Principal; American Employers' Insurance
Company, Surety
Bond No. AR-71361-50

Gentlemen:

Receipt of your request for cancellation of the above-captioned bond is hereby acknowledged.

The bond executed by your company is cancelled May 1, 1986, as to any property or wells acquired, started, or drilled after that date.

It should be noted, however, that the subject bond will remain in effect as to any property or wells acquired, started, or drilled prior to May 1, 1986.

Sincerely,

R. L. STAMETS,
Director

cc: Oil Conservation Division
Hobbs, Artesia, Aztec

Woosley Oil Company
P. O. Box 1227
Cortez, Colorado 81321

MAY 18 1982
OIL CONSERVATION DIVISION
SANTA FE, N.M.

STATE OF NEW MEXICO

\$50,000.00 BLANKET PLUGGING BOND

BOND NO. AR-71361-50
(For Use of Surety Company)

File with Oil Conservation Division, P.O.Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That Jim Woosley dba Woosley Oil Company, an Individual, (An individual) (a partnership) (a corporation organized in the State of _____, with its principal office in the city of Cortez, State of Colorado, and authorized to do business in the State of New Mexico), as PRINCIPAL, and American Employers' Insurance Company, a corporation organized and existing under the laws of the State of Mass., and authorized to do business in the State of New Mexico, as SURETY, are held firmly bound unto the State of New Mexico, for the use and benefit of the Oil Conservation Division of New Mexico pursuant to Section 65-3-11, New Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of Fifty Thousand Dollars (\$50,000.00) lawful money of the United States, for the payment of which, well and truly to be made, said PRINCIPAL and SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases on lands patented by the United States of America to private individuals, and on lands otherwise owned by private individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has commenced or may commence the drilling of wells to prospect for and produce oil or gas, or carbon dioxide (CO₂) gas or helium gas, or does own or may acquire, own or operate such well, or such wells started by others on land embraced in said State oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases, and on land patented by the United States of America to private individuals, and on land otherwise owned by private individuals, the identification and location of said well being expressly waived by both principal and surety hereto.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or assigns, or any of them, shall plug all of said wells when dry or when abandoned in accordance with the rules, regulations, and orders of the Oil Conservation Division of New Mexico in such way as to confine the oil, gas, and water in the strata in which they are found, and to prevent them from escaping into other strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete compliance with any and all of said obligations, the same shall remain in full force and effect.

PROVIDED, HOWEVER, That thirty (30) days after receipt by the Oil Conservation Division of New Mexico of written notice of cancellation from the surety, the obligation of the surety hereunder shall terminate as to property or wells acquired, drilled, or started after said thirty (30) day period but shall continue in effect, notwithstanding said notice, as to property or wells theretofore acquired, drilled or started.

James P. Woosley dba
Woosley Oil Company

PRINCIPAL

P. O. Box 1227, Cortez, CO 81321

Address

By James P. Woosley
James P. Woosley Signature

Owner

Title

(Note: Principal, if corporation, affix corporate seal here.)

AMERICAN EMPLOYERS' INSURANCE COMPANY
1 Beacon St., Boston, Mass.

SURETY

Address

By George A. Crain
Attorney-in Fact
GEORGE A. CRAIN

(Note: Corporate surety affix corporate seal here.)

ACKNOWLEDGEMENT FORM FOR NATURAL PERSONS

STATE OF New Mexico
COUNTY OF San Juan) ss.

On this 17th day of May, 19 82, before me personally appeared
James P. Woosley, to me known to be the person (persons)
described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as his (their) free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

January 8, 1986
My Commission expires

Chen D. Smith
Notary Public

ACKNOWLEDGEMENT FORM FOR CORPORATION

STATE OF _____)
COUNTY OF _____) ss.

On this _____ day of _____, 19____, before me personally appeared
_____, to me personally known who, being by me
duly sworn, did say that he is _____ of
_____ and that the foregoing instrument was signed and sealed on
behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and
deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Notary Public

My Commission expires _____

ACKNOWLEDGEMENT FORM FOR CORPORATE SURETY

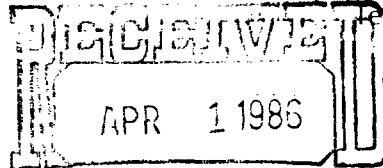
STATE OF New Mexico
COUNTY OF San Juan) ss.

On this 17th day of May, 19 82, before
me appeared George A. Crain, to me personally known, who,
being by me duly sworn, did say that he is Attorney-in-fact of
American Employers' Ins. Co. and that the foregoing instrument was signed and sealed on
behalf of said corporation by authority of its board of directors and acknowledged said instrument to be the free act and



Commercial Union Insurance Companies
P. O. Box 20666
2300 E. Yandell Blvd.
El Paso, TX 79998
Telephone: (915) 544-4430

March 27, 1986



OIL CONSERVATION DIVISION
State of New Mexico
PO Box 2088
Santa Fe, New Mexico 87501

RE: American Employers' Insurance Company
Bond No. AR 71361 50 - Jim Woosley dba
Woosley Oil Company - \$50,000 Blanket
Plugging Bond - Effective: 5/17/82

Gentlemen:

Please find attached a copy of the above captioned bond.

We are advised that Mr. Woosley filed for bankruptcy in October 1985.

We would appreciate it if you would accept this letter as our notice of cancellation for future liability under this bond.

We would further appreciate it if you could send us a list of wells presently covered by this bond.

Needless to say, if there are no existing wells, we would appreciate your letter of release for past and future liability.

Thank you in advance for your assistance. Our return envelope is enclosed for your convenience.

Yours truly,

COMMERCIAL UNION INSURANCE COMPANIES

Denise Hice

Denise Hice
Bond Department

enclosures

cc: George Crain
Crain Insurance
Farmington, New Mexico

*Computer
chub
4-1-86*



MAY 18 1982
OIL CONSERVATION DIVISION
SANTA FE

May 17, 1982

State of New Mexico
Oil Conservation Division
Santa Fe, N. M. 87501

RE: \$50,000.00 Blanket Plugging Bond - No. AR-71361-50
James P. Woosley dba Woosley Oil Company

Gentlemen:

We attaceh the original of the captioned for filing with your office. If there should be any questions, please give us a call collect.

Very truly yours,


GEORGE A. CRAIN

Encl.

cc: Woosley Oil Company
P. O. Box 1227
Cortez, Colorado 81321