J. S. Ward & Son, Inc.

SHERWOOD 6-2251 Artesia, New Mexico SURETY BONDS

July 11, 1956

New Mexico Oil Conservation Commission 321 Carper Building Artesia, New Mexico

Attention: Mr. Armstrong

Re: Etz Brothers - Bond File -Section 27, T. 13 S., R. 24 E.

Dear Mr. Armstrong:

In reference to our conversation of yesterday, our files show as follows:

On March 7, 1955, we executed a 5,000 One-Well bond covering NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 27, T. 13 S., R. 24 E. for Etz Brothers. This bond was cancelled May 12, 1955. It is our understanding that someone else took over the operation of the well at that time.

On December 5, 1955, we executed a bond to cover $NE_4^1NE_4^1$ Section 27, T. 13 S., R. 24 E. On April 10, 1956, the location of this bond was corrected to cover $SE_4^1NE_4^1$ Section 27, T. 13 S., R. 24 E. and is still in effect.

Referring to Mr. Etz's letter, we have never executed a bond covering the $SW_4^1 NE_4^1$ and we have no information in our file as to where Mr. H. W. Etz has requested us to substitute him as principal.

A copy of this letter is being enclosed for transmittal to Mr. Etz and if we can furnish you any further information on this file please advise.

Very truly yours,

J. S. WARD & SON, INC.

By griand

JSW:hh