March 24, 1953

INSPECTION REPORT

L. O. BURSCOUCH

Re: Kerr Land & Cattle Co. #1 SWSW Sec. 23-248-20W Hidalgo County

Inspected this location on the A. N. of March 12, 1953. Mr. L. O. Burscough was at the location waiting for a gedlogist and and investor to fly in.

As yet he has not filed a bond and when I inquired as to why he explained that the Oklahoma Bonding Company would not write one because of the surface liability clause. However he said that he would file before drilling any further.

A Fort Worth spudder is being used and the well was spudded to a depth of 10 feet to comply with a lease agreement. He said they intend to get started within 10 days.

Elvis A. Utz Gas Engineer