STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

GARY E. JOHNSON GOVERNOR

JENNIFER SALISBURY CABINET SECRETARY

JUN 27 1997

June 19, 1997 Rand Carroll-Legal Bureau 2040 So. Pacheco Street Santa Fe, NM. 87505

Re: Well plugging, Red Lake Oil Co., Welch State # 1, sec-28-17-28 utl J Eddy County NM.

Dear Rand;

We recommend the above captioned well be plugged to protect fresh waters of The State of New Mexico, the environment and correlative rights in the area.

Our records show the bond with American Emp. Ins. cancelled July 7, 1969.

Yours truly,

an Ray Smith

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