

H. L. BROWN, JR.

507 MIDLAND SAVINGS BLDG.

MIDLAND, TEXAS

August 1, 1961

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Oil Reports
Received 8/2/61

Mr. A. L. Porter, Jr.
Secretary Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: HLB, Jr. & CEG #1 Saunders,
SW/4 NW/4 Section 5, T-8-S,
R-37-E, Roosevelt County,
New Mexico.

Dear Sir:

Enclosed please find a One-Well Bond Form 39-B1 covering
the captioned well.

Would you please wire approval, when obtained, to your
Hobbs office.

Thank you very much for your prompt attention in this
matter.

Yours very truly,

H. L. Brown, Jr.

HLB, Jr/jk

Enclosure

One-Well Bond Form 32-B1

SURETY COMPANY BOND WITH PRINCIPAL A CORPORATION, PARTNERSHIP OR OTHER ASSOCIATION OR INDIVIDUAL FOR ONE OIL AND GAS WELL UPON STATE LANDS, STATE LANDS UNDER STATE PURCHASE CONTRACT WITH MINERALS RESERVED, LANDS PATENTED BY STATE, WITH MINERALS RESERVED, OR LANDS PATENTED BY THE UNITED STATES OF AMERICA TO PRIVATE INDIVIDUALS

KNOW ALL MEN BY THESE PRESENTS

That: H. L. Brown, Jr., and C. M. E. George, a joint venture,
(Note: Principal will insert here whether National, partnership or corporation. If corporation, insert in what state corporation is organized, in what city it has its principal office and whether it is authorized to do business in the State of New Mexico.)
507 Midland Savings Building, Midland, Texas

as PRINCIPAL, and The Travelers Indemnity Company,
a corporation organized under and existing by virtue of the laws of the State of Connecticut

and authorized to do business in the State of New Mexico with a deposit on file with the State Treasurer of New Mexico pursuant to Section 405 New Mexico Statutes, Annotated, Compilation, 1941, with duly appointed resident agent licensed in the State of New Mexico for the execution of this bond on behalf of the Surety Company hereto in pursuance to Section 63-417 New Mexico Statutes, Annotated, Compilation, 1941, as SURETY, are held and firmly bound unto the State of New Mexico, for the use and benefit of the Oil and Gas Commission of New Mexico pursuant to Chapter 72, Laws of New Mexico, 1935, as amended, and to the State of New Mexico for the use and benefit of the persons, corporations, or associations hereinafter designated as Holders of State Purchase Contracts or Holders of Deeds in State Lands, with minerals reserved, pursuant to Section 8-119, New Mexico Statutes, Annotated, Compilation, 1941, in the sum of Five thousand and no/100 (\$5,000.00)

lawfully due to the United States for the payment of which well and truly to be made, said principal and surety hereby bind themselves, their heirs and assigns, jointly and severally, firmly by these presents.

Sealed with our seals and dated this 11th day of January, 1942.

The conditions of this obligation are such that

WHEREAS, the above principal has heretofore or may hereafter enter into oil and gas mining leases and/or Carbon Dioxide (CO₂) gas leases with the State of New Mexico on various dates and periods of duration, covering the land described in such leases;

WHEREAS, said leases were entered into by the said principal subject to the provisions of the provisions of Section 62-422, New Mexico Statutes, Annotated, 1929,

WHEREAS, all or part of the lands embraced in said leases have been sold with minerals reserved to the State of New Mexico to various purchasers who either hold such limited patents from the State of New Mexico or state purchase contracts, entitling the holder of said contracts to such limited patents upon certain payments, as shown on the official records of the Commission of Public Lands, and

WHEREAS, the above bounden principal, jointly with one or more associates and/or with one or more other parties, has commenced an l/or may commence and prosecute the drilling of one well not to exceed the depth of 1,000 feet, to prospect for and produce oil and/or gas, and/or Carbon Dioxide (CO₂) gas or both, and/or may acquire, own or operate such well or such well started by others on lands embraced in said state oil and gas mining leases and/or Carbon Dioxide (CO₂) gas leases, or on lands patented by the

United States of America to private individuals, the identification and location of said well being SW/4 NW/4
(Here state exact legal subdivision by 40-acre tract or lot)

Section 6
(Here state section No.)

Township 8 South
(Here state township number and whether north or south)

Range 57 East
(Here state range number and whether east or west)

NOW, THEREFORE, if the above bounden principal and agent, jointly with one or more associates or agents, or one of them, shall plug said well in accordance with the program approved by the Oil and Gas Commission, through the State Engineer, when directed when plugged in such way as to conform to all gas well plugging rules and regulations which they are asked and to prevent them from seeping into the strata;

AND FURTHER, if the above bounden principal and surety or either of them, their associates or assigns or any of them, upon demand shall make good and sufficient repair, repair, rehabilitation and/or betterment of the well or any part thereof;