50 YEARS



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE July 2, 1985



POST OFFICE BOX 1980 HOBBS. NEW MEXICO 88240 (505) 393-6161

High Plains Oil Company P. O. Box 141 Tatum, New Mexico 88267

Gentlemen:

Since April 3, 1985, we have been holding Form C-104 indicating that you have assumed ownership of the Hondo State Well No. 1 located in Unit A of Section 31, T-7-S, R-33-E, from Tom Schneider. We have been unable to approve this change of ownership because we have never been notified by our Santa Fe office that you have an approved plugging bond on file covering this location. Until the bond is filed and approved, our records will reflect Tom Schneider as the operator of record and as such his plugging bond will be responsible for the well.

Please advise as to your intent in this regard.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District 1

TONEY ANAYA GOVERNOR