

**STATE OF NEW MEXICO
ONE WELL PLUGGING BOND**

For **CHAVES, EDDY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,
SANDOVAL AND SAN JUAN COUNTIES ONLY**

BOND NO. _____
WELL DEPTH _____
AMOUNT OF BOND _____
COUNTY _____

Note: **Bond Amount is \$5,000 plus \$1 per foot of projected depth of proposed well or measured depth of existing well.**

*Under certain conditions, the appropriate district office of the Division may authorize a well to be drilled as much as **500** feet deeper than the depth provided in the applicable financial assurance. (See **Rule 8.9.D.3**)

File with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505

KNOW ALL MEN BY THESE PRESENTS:

That _____, (an individual – **if dba must read – Example: John Doe dba ABC Services**) (a general partnership) (a corporation), (limited liability company) (limited partnership) organized in the State of _____, and authorized to do business in the State of New Mexico), as PRINCIPAL, and _____, a corporation organized and existing under the laws of the State of _____ and authorized to do business in the State of New Mexico, as SURETY, are firmly bound unto the State of New Mexico, for the use and benefit of the Oil Conservation Division of the Energy, Minerals and Natural Resources Department (or successor agency) (the DIVISION), pursuant to NMSA 1978, Section 70-2-14, as amended, in the sum of _____, for the payment of which the PRINCIPAL and SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, the PRINCIPAL has commenced or may commence the drilling of one well to a depth not to exceed _____ feet, to prospect for and/or produce oil or gas, carbon dioxide gas, helium gas or brine minerals, or as an injection or other service well related to such exploration or production, or does own or operate, or may acquire, own or operate such well, the identification and location of said well being:

_____ API No. 30-_____, located _____ feet from the
(Name of Well)
_____ (North/South) line and _____ feet from the _____ (East/West) line
of Section _____ Township _____ (North) (South), Range _____ (East) (West),
NMPM, _____ County, New Mexico.

NOW, THEREFORE, if the PRINCIPAL and SURETY or either of them, or their successors or assigns or any of them, shall cause said well be properly plugged and abandoned when dry or when no longer productive or useful for other beneficial purpose, in accordance with the rules and orders of the DIVISION, including but not limited to Rules 8.9 [19.15.8.9 NMAC] and 25.10 [19.15.25.10 NMAC], as such rules now exist or may hereafter be amended;

THEN AND IN THAT EVENT, this obligation shall be null and void; otherwise and in default of complete compliance with any and all of said obligations, the same shall remain in full force and effect.

PRINCIPAL

Address
By _____
Signature

Title

SURETY

Address

Attorney-in-Fact

**If PRINCIPAL is a corporation, affix
Corporate seal here**

**Corporate surety affix
Corporate seal here**

