



October 31, 1963

D. D. Smith,
Loyd Farthing Partnership
Box 1643
Sterling, Colorado 80751

Dear Mr. Smith:

We have been advised by the B. F. Allison Estate that you recently purchased their No. 1 Bollish-Ramey lease, NW SW, Sec. 13, T-9N, R-53W, Chess Field, Logan County, Colorado.

It is apparent that you are not familiar with our rules and regulations, and I am taking the liberty of enclosing a booklet covering these rules. Also, I am enclosing some forms you will need, initially, and call your attention to Rule 302 and Rule 304, both on page 10; and Rule 311, page 12. These rules cover Designation of Agent (Form 1), which must be filed at commencement of operations in the State; Certificate of Clearance (Form 10), which must be filed showing the effective date of change of ownership of the lease; and requirements for bonding of operations of subject lease (Form 3).

As to requirements down the road, I call you attention to Rule 308 pertaining to production reports; Rule 309, pertaining to mill levy returns; and Rule 305, which would cover any future plans for re-perforating, plugging, or the like.

If you have any questions regarding any of the above, please contact us.

Very truly yours,

OIL AND GAS CONSERVATION COMMISSION

William R. Smith, Deputy Director

WRS:cm