

P-W

Arrowhead Besoyan Bros. Estate
SW/4-NW/4 Sec. 28 -Twp. 18N -R20E
Navajo, County

83

County Navajo

Area Holbrook

Lease No. State

Well

Name Arrowhead Besoyan Bros. 1 State 1740 1630

Location SWNE Sec 28 Twp 18N Range 20E Footage 1940 FEL; 1596 FNL

Elev 4950(?) Gr 5351 DF AB Spud Date 6-12-59 Completed Abandon 7-14-59 Total Depth 1987

Contractor _____

Casing Size 12" Depth 90 Cement _____ Drilled by Rotary X
Cable Tool _____

8" 1200 _____ Production Horizon _____

Initial Production D & A

REMARKS Well plugged 8-19-65

If the surveyors plat can be relied upon, this well was drilled in the SW/NE 1/4 Sec. 28-T-18N-R20E. The information contained here in-is very scetchy and of doubtful worth. (WEA)

Elec

Logs GRN
Applic. Plugging Completion
to-Plug X Record X Report X

Sample Log _____
Sample Descript. _____
Sample Set 7-1349 P-694
Core Analysis _____
DSTs _____

Water well accepted by _____

Bond Co. & No. American Employers Insurance Company SY 315735
Date _____

Bond Am't \$ 2,500 Cancelled 9-24-65 Organization Report X

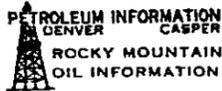
Filing Receipt 63217 Dated 5-20-59 Well Book X Plat Book X

API No. 02-017-05044 Loc. Plat X Dedication S/2 NE/4 28-18N-20E

Permit Number 83

Date Issued 6-8-59

ARIZONA
NAVAJO CO.
WILDCAT (W)



Twp 18n-20e
Section 28
sw 1/4
1596 s/n 1940 w/e

OPR: Arrowhead Oil & Gas

WELL #: 1 State

ELEV: 5351 DF

DSTS. & CORES:

SPUD: 6-12-59

COMPL: 8-26-59

*TOPS: ~~Log~~-Sample

TD: 1988

PB:

Coconino 340
Ft Apache 1927

Crd 1927-57, rec 30
dolo, oil residue @ 1928-
30, 1938-41, 1953-54.
Crd 1957-87, rec 30
dolo, sh streaks, oil resi-
due @ 1972 & 1983, vert
fracts @ 1937-30, 1975-
80** oil stain @ 1977 &
1979. DST 1965-80, 1
hr, rec 10 mud, FP 0#.
SIP (30 min) 80#.
**1970-87

CSG: 9-5/8" @ 400 w/250

PERF:

Fig 8-19-65
TD reached 7-14-59

BROD. ZONE:

INIT. PROD: D & A

***Corr rge from 18e; ftg from 1935 s/n 1600 w/e

ARIZ 5-166130

*For Electric Logs on Rocky Mountain Wells—Ask Us!

If the Surveyors Plat can be
relied upon, this well was
drilled in the SW/NE 1/4 Sec.
28 T18N, R20E. The
information contained herein
is very sketchy and of
doubtful worth (WEA)

TD reached 7-14-59

WELL COMPLETION OR RECOMPLETION REPORT AND WELL LOG

DESIGNATE TYPE OF COMPLETION:

New Well Work-Over Deepen Plug Back Same Reservoir Different Reservoir Oil Gas Dry

DESCRIPTION OF WELL AND LEASE

Operator ARROWHEAD OIL & GAS CO. Address P.O. Box 666 GLENDALE ARIZ

Federal, State or Indian Lease Number or name of lessor if fee lease STATE Well Number 1 Field & Reservoir

Location TRAC # 1596 FINAL (W&A) County NAVAJO

Sec. TWP-Range or Block & Survey SEC 28 TWP. 18N. R. 20E

Date spudded _____ Date total depth reached 7-14-59 Date completed, ready to produce _____ Elevation (DF, RKB, RT or Gr.) _____ feet Elevation of casing hd. flange _____ feet

Total depth 1987 P.B.T.D. _____ Single, dual or triple completion? _____ If this is a dual or triple completion, furnish separate report for each completion.

Producing interval (s) for this completion _____ Rotary tools used (interval) _____ Cable tools used (interval) _____

Was this well directionally drilled? _____ Was directional survey made? _____ Was copy of directional survey filed? _____ Date filed _____

Type of electrical or other logs run (check logs filed with the commission) _____ Date filed _____

CASING RECORD

Casing (report all strings set in well—conductor, surface, intermediate, producing, etc.)

Purpose	Size hole drilled	Size casing set	Weight (lb./ft.)	Depth set	Sacks cement	Amt. pulled

TUBING RECORD

LINER RECORD

Size	Depth set	Packer set at	Size	Top	Bottom	Sacks cement	Screen (ft.)
in.	ft.	ft.	in.	ft.	ft.		

PERFORATION RECORD

ACID, SHOT, FRACTURE, CEMENT SQUEEZE RECORD

Number per ft.	Size & type	Depth Interval	Amt. & kind of material used	Depth Interval

INITIAL PRODUCTION

Date of first production _____ Producing method (indicate if flowing, gas lift or pumping—if pumping, show size & type of pump:)

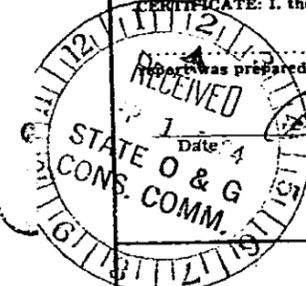
Date of test	Hrs. tested	Choke size	Oil prod. during test	Gas prod. during test	Water prod. during test	Oil gravity
			bbls.	MCF	bbls.	* API (Corr)

Tubing pressure	Casing pressure	Cal'ed rate of Production per 24 hrs.	Oil	Gas	Water	Gas-oil ratio
			bbls.	MCF	bbls.	

Disposition of gas (state whether vented, used for fuel or sold):

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the _____ of the _____ (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Date July 31 1964 Signature D. D. M. Allen



Permit No. 83

Form No. 4

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Well Completion or Recompletion Report and Well Log
File One Copy

PLUGGING RECORD

Operator Arrowhead-Besoyan Bros.		Address 6320E Exiter Scottsdale, Ariz	
Name of Lease State		Well No. 1	Field & Reservoir Wild cat
Location of Well SW/4 NE/4 Sec 28 T18N - R20E		Sec-Twp-Rge or Block & Survey	County Navajo
Application to drill this well was filed in name of Arrowhead-Besoyan Bros.	Has this well ever produced oil or gas NO	Character of well at completion (Initial production): Oil (bbls/day) — Gas (MCF/day) — Dry? DRY	
Date plugged: Aug. 19, 1965	Total depth 1987	Amount well producing when plugged: Oil (bbls/day) — Gas (MCF/day) — Water (bbls./day) —	
Name of each formation containing oil or gas. Indicate which formation open to well-bore at time of plugging	Fluid content of each formation	Depth interval of each formation	Size, kind & depth of plugs used. Indicate zones squeeze cemented, giving amount cement.
Supai	water	1175 - TD	Cmt Plug 1150-1200 w/ 8 SX Cmt Plug 0-20' w/ 3 SX

CASING RECORD

Size pipe	Put in well (ft.)	Pulled out (ft.)	Left in well (ft.)	Give depth and method of parting casing (shot, ripped etc)	Packers and shoes
12"	90'	—	90'	—	
8"	1200	—	1200	—	

Was well filled with mud-laden fluid, according to regulations? **Well Cased.**

Indicate deepest formation containing fresh water. **None**

NAMES AND ADDRESSES OF ADJACENT LEASE OPERATORS OR OWNERS OF THE SURFACE

Name Ben Hunt	Address Joseph City	Direction from this well: On surface on all sides of above lease.
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In addition to other information required on this form, if this well was plugged back for use as a fresh water well, give all pertinent details of plugging operations to base of fresh water sand, perforated interval to fresh water sand, name and address of surface owner, and attach letter from surface owner authorizing completion of this well as a water well and agreeing to assume full liability for any subsequent plugging which might be required.

Use reverse side for additional detail
File this form in duplicate with the State of Arizona Oil & Gas Conservation Commission

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the **Representative** of the **Arrowhead-Besoyan Bros.**, and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Date **Aug. 23, 1965** Signature **Joe B. Barrett**

#83	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION	
	Form No. P-15 Authorized by Order No. 4-6-59	Plugging Record File two copies Effective April 6, 1959

APPLICATION TO ABANDON AND PLUG

FIELD Wild Cat
OPERATOR Arrowhead-Besoyan Bros. ADDRESS 6320 E. Exiter, Scottsdale
LEASE State WELL NO. 1 COUNTY Navajo
SURVEY E SECTION 28 DRILLING PERMIT NO. 83
LOCATION SW/4 N1/4 Sec 28 T18N-R20E

TYPE OF WELL Dry Hole TOTAL DEPTH 1987
(Oil, Gas or Dry Hole)

ALLOWABLE (If Assigned)

LAST PRODUCTION TEST OIL _____ (Bbls.) WATER _____ (Bbls.)
GAS _____ (MCF) DATE OF TEST _____

PRODUCING HORIZON None PRODUCING FROM _____ TO _____

1. COMPLETE CASING RECORD

8" CASING 0 - 1200 ft.
12" CASING 0 - 90 ft.

2. FULL DETAILS OF PROPOSED PLAN OF WORK

Set 50 ft. Cement Plug
from 1150-1200 ft. Set 20 ft. Cement Plug
in Top of Pipe with a Regulation Dry Hole Marker
Set in The Pipe

If well is to be abandoned, does proposed work conform with requirements of Rule 202? yes If not, outline proposed procedure above.

DATE COMMENCING OPERATIONS As Soon as Approved

NAME OF PERSON DOING WORK Joe B. Barrett ADDRESS 2211 N. 81st Way

CORRESPONDENCE SHOULD BE SENT TO 2211 N 81st Way Scottsdale, Ariz.

NAME Joe B. Barrett

TITLE Geologist

Date Approved Aug 12, 1965

John Bannister
STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Abandon and Plug
Form No. 15A File 2 Copies
Authorized by Order No. 4-6-59
Effective April 6, 1959

83

UNDY NOTICES AND REPORTS ON W

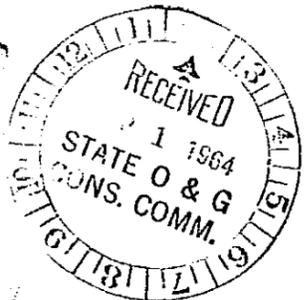
1. Name of Operator Arrowhead Oil & Gas Co.
 2. OIL WELL GAS WELL OTHER (Specify) _____
 3. Well Name Beroyan Bros State #1
 Location R40 FNE & 1576 FINL (W89)
 Sec. 28 Twp. 18N Rge. 20E County NAVAJO Arizona.
 4. Federal, State or Indian Lease Number, or lessor's name if fee lease STATE
 5. Field or Pool Name W.C.

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	MONTHLY PROGRESS <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	DIRECTIONAL DRILL <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	PERFORATE CASING <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>		ABANDONMENT <input type="checkbox"/>
(OTHER) <u>TO DRILL DEEPER</u>		(OTHER) _____	

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

7. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)



8. I hereby certify that the foregoing is true and correct.

Signed Arthur A. Albando Title _____ Date Aug 31-64

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Sundry Notices and Reports On Wells
 File Two Copies
 Form No. 25

Permit No. _____

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Besoyan Brothers #1

May 27, 1959

Amendment to surface casing program:

Intend to set 400' - 10" surface casing and cement same to surface. If any fresh water stratas are encountered in the Coconino below 400' intend to set and cement casing.
Elevation should be 5110'
Will conform with all rules and regulations of the State Land Department with respect to fresh water protection.

Leo Besoyan

APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK

APPLICATION TO DRILL DEEPEN PLUG BACK

NAME OF COMPANY OR OPERATOR

DATE 5/19/59

Arrowhead Oil & Gas Co

Address P.O. Box 1 City Holbrook State Arizona

DESCRIPTION OF WELL AND LEASE

Name of lease Besoyan Bros Well number # 1 Elevation (ground) 4950 ± 5110

Well location (give footage from section lines) plat attached 1040' FWL 1935 FNL Section—township—range or block & survey 28 T.18N. R.20E.

Field & reservoir (if wildcat, so state) Wildcat County Navajo

Distance, in miles, and direction from nearest town or post office south attached 5 mi west Holbrook

Nearest distance from proposed location to property or lease line: feet Distance from proposed location to nearest drilling completed or applied—for well on the same lease: feet

Proposed depth: 2500' or prod. Rotary or cable tools Rotary Approx. date work will start 5-25-59

Number of acres in lease: 320 Number of wells on lease, including this well, completed in or drilling to this reservoir:

If lease, purchased with one or more wells drilled, from whom purchased: Name Address

Status of bond Blanket bond \$10,000.00 - Gilcrest & Co.,

Remarks: (If this is an application to deepen or plug back, briefly describe work to be done, giving present producing zone and expected new producing zone)

* Fill in Proposed Casing Program on other side

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the co-partner of the Arrowhead Oil & Gas Co (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Signature Serge Besoyan, Trustee Besoyan Family Trust.

Permit Number: 83
Approval Date: June 8, 1959
Approved By: Obed M. Larsen
Notice: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.
See Instruction on Reverse Side of Form

STATE OF ARIZONA STATE LAND COMMISSIONER
Application to Drill, Deepen or Plug Back
Form No. P-1 File two copies
Authorized by Order No. 4-8-59
Effective April 6, 1959

INSTRUCTIONS

READ CAREFULLY AND COMPLY FULLY

For the purpose of this determination attach hereto a neat, accurate plat, map or sketch of this lease, section, block or lot locating thereon the proposed site for this location. Plat shall be drawn to a scale which will permit the facile observation of all pertinent data. Show distances of the proposed well from the two nearest lease and section lines, and from the nearest wells on the same lease completed in or drilling to the same reservoir. If the location requested is not in conformance with the applicable well-spacing rules, show all off-setting wells to the proposed well, and the names and addresses of all adjoining lease or property owners.

In event plat is filed for the purpose of designating the drilling and producing unit, or proration unit, on which the proposed well is to be drilled, the boundaries of such unit shall be shown, also the boundaries of all other such units attributed to other wells on the same lease completed in or drilling to the same reservoir. The acreage contained within each unit shall also be shown.

Do not confuse survey lines with lease lines. The sketch or plat should show your entire lease if possible. If it is not practical to show the entire lease and the plat shows only a section, block or lot out of your lease, you should clearly show that same is only a part of the lease.

Designate scale to which plat or sketch is drawn. Also designate northerly direction on the sketch or plat.

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement
10"-300'	48 ^{lb}	Seamless	X		surface to 300'	
5"-2500'	24 ^{lb}	"		X		

STATE LAND DEPARTMENT
Form No. 1
MAY 19 4 36 PM 1959

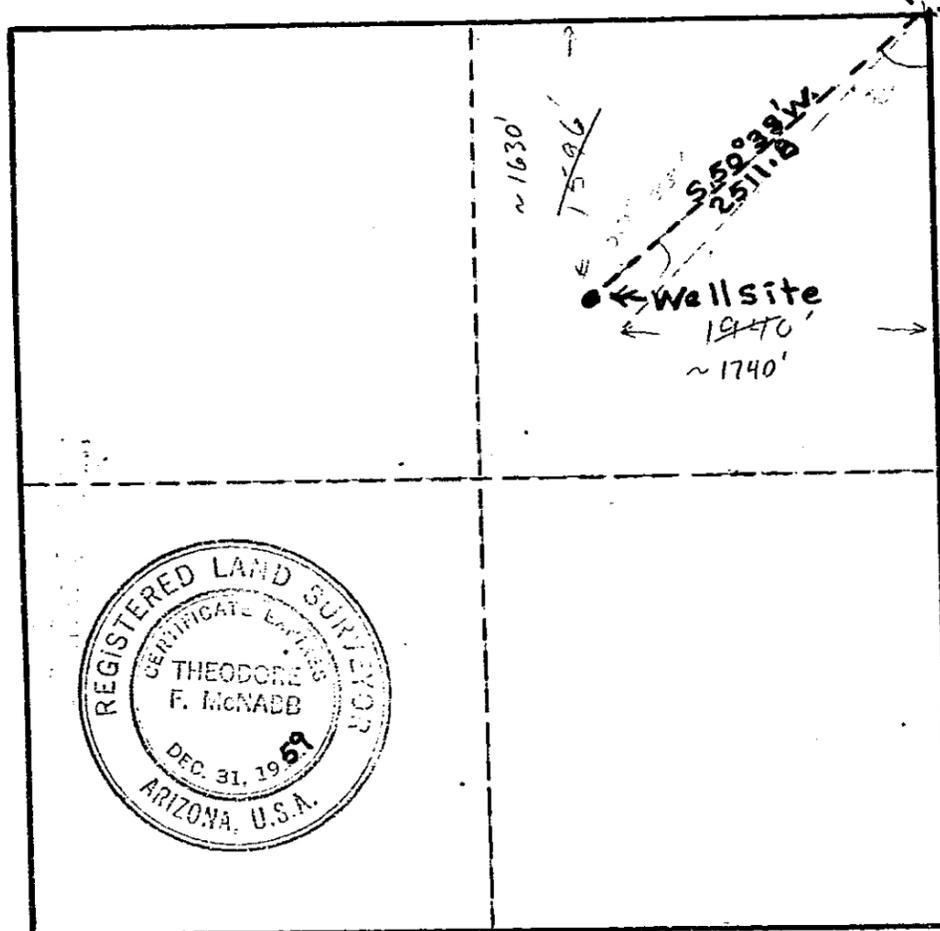


8711

Location of Proposed Oil Well
Surveyed for Kirk Besoyan.

The well site is south $50^{\circ}33'$ West a distance of 2511.8 feet from the North East Corner of Section 28, Township 18 North, Range, 20 East, of the Gila & Salt River Meridian.

NE. Corner Section 28,
Township 18 North
Range 20 East,



5400 ± d.

Scale
1" = 1000'

This is from a field survey made by me & is correct to the best of my knowledge.

Theodore F. McNabb
Registered Land Surveyor
Certificate No. 1651
May 16, 1959

11-11-69



MAY 19 4 39 PM 1969

ARMY AND AIR FORCE DEPARTMENT

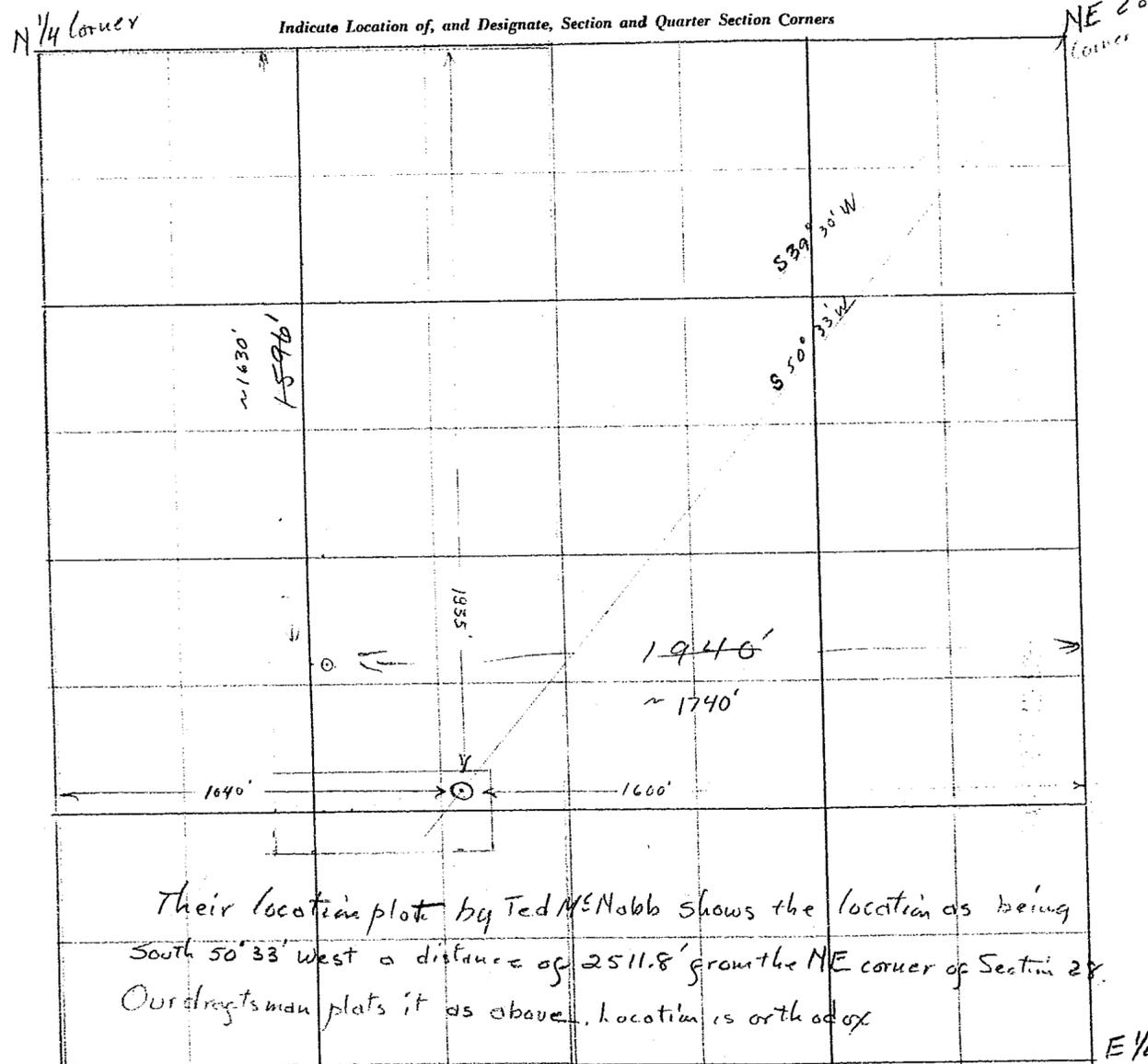


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Section NE 1/4 28, Township 18N, Range 20E

Scale 1 inch = 300 feet

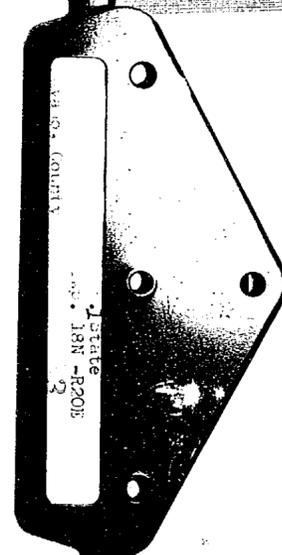
Indicate Location of, and Designate, Section and Quarter Section Corners



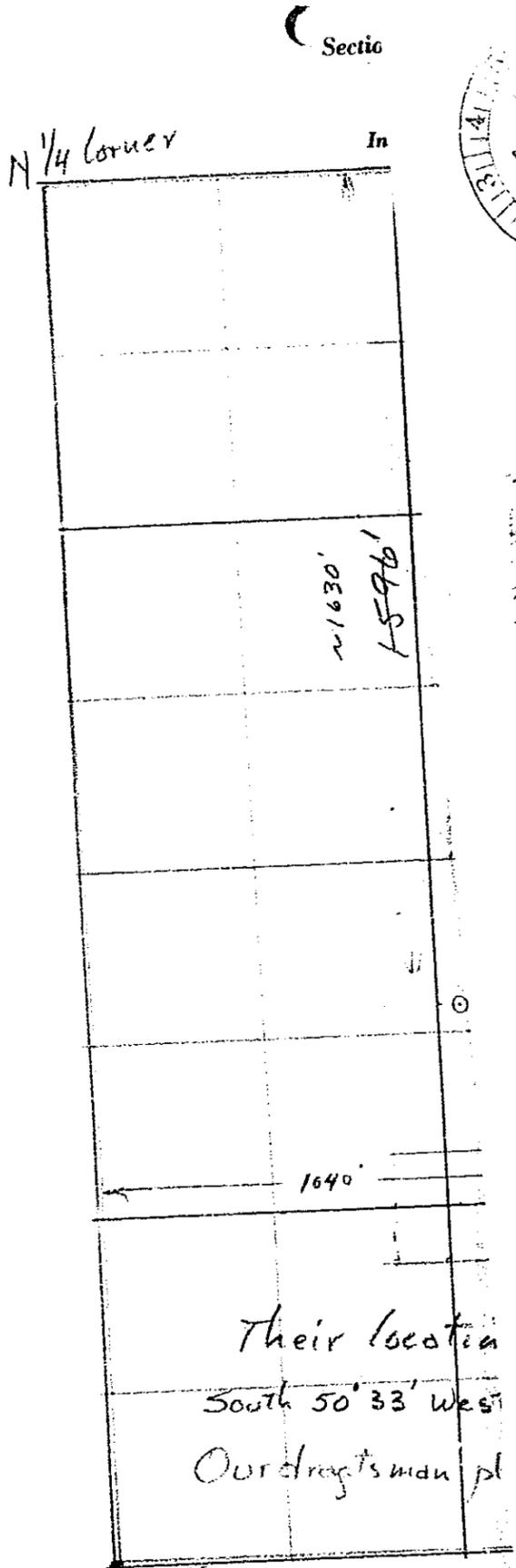
Their location plot by Ted McNabb shows the location as being South 50° 33' West a distance of 2511.8' from the NE corner of Section 28. Our draftsman plots it as above. Location is ortho ad ox.

Center 28

Use this sheet for preparing a map, on a scale of 1 inch = 300 feet or 1 inch = 600 feet, showing the stream and direction of flow, point of diversion, lands to be irrigated, the main ditch or pipe line, storage tank, watering troughs and place of using water for domestic or other purposes. Cross-hatch or color lands to be irrigated and in cases of irregular shaped tracts indicate, by figures, area to be irrigated in each 10 acre or 40 acre legal subdivision. In applications to appropriate water of an underground channel the point of diversion and both banks of channel and direction of flow must also be shown. If it is not possible to show the entire project on this sheet additional sheets may be used, or a map made on tracing linen may be submitted.



THIS IS A DUPLICATE COPY OF A PLAR COLLIMATCH ISSUED ON SEPTEMBER 20, 1983 WHICH



STATE LAND DEPARTMENT

MAY 19 4 36 PM 1959

STATE LAND DEPARTMENT

MAY 19 4 36 PM 1959

Center 28

Use this sheet for preparing a of diversion, lands to be irrigated, the purposes. Cross-hatch or color lands acre or 40 acre legal subdivision. In channel and direction of flow must also or a map made on tracing linen may be

83 a

#1362

30 - top 11-entupi

410 - 60.

bottom 600 - between 700 + 740
300±

720 - slight change color

1140 - minor sulfate -

1150 - First good change to red color
although still sandy, with red matrix.

1160 - increase - fragments - flat sulfate, more durable

1250 - 60 Palomite, black, fetid

1400 - 1420 - High sulfate - not pure though

1510 - 50 - strong anhydrite

sulfate signs to 1700 -

R-20E WILDCAT, Penzance Dome, 5 mi W/Holtbrook; elev 5110' GL;
NL-1940' FEL proposed 2500'; C/Cowley Bros, S. Johns, Ariz; R/tools; 412' 9"
Head Oil & csg w/150 ex; SG 750-830'; CORE #1, 1917-1987', op 1 hr, S/30
Co-Besoyan min, rec 10' TD 2015'; SD.
#1 State #1362

Per. Info Card -

Elev. 5351 DF Looks good on topo.

Tops: 6060 340

Ft. Apache 1927

Cored 1927-57 rec. 30' dolo., oil residue
@ 1928-30, 1938-41, 1953-54.

1957-82 rec. 30 dolo., sh streaks, oil
residue @ 1972 + 1983, vert. fract.
@ 1937-30, 1975-80. oil stain @ 1977
+ 1979.

DST 1965-80 - mud.

THIS IS A DUPLICATE COPY OF A SIMILAR OBLIGATION ISSUED ON NOVEMBER 20, 1963 WHICH HAS NOW BEEN LOST OR MISPLACED. (SY315735)

BOND

BOND SERIAL NO. _____

That we: Peter Nalbandian

of the County of: Maricopa in the State of: Arizona

as principal, and AMERICAN EMPLOYERS' INSURANCE COMPANY

of Boston, Massachusetts AUTHORIZED TO DO BUSINESS WITHIN the State of Arizona.

as surety, are held and firmly bound unto the State of Arizona in the penal sum as indicated, lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The conditions of this obligation is that whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to wit:

South 50° West a distance of 2511.8 feet from the North East Corner (May be used as blanket bond or for single well)

of Section 28, Township 18 North, Range 20 East, of the Gila and

Salt River Meridian

NOW, THEREFORE, if the above bounden principal shall comply with all of the provisions of the laws of this State and the rules, regulations and orders of the Oil and Gas Conservation Commission, especially with reference to the requirements of A.R.S. 27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the Oil & Gas Conservation Commission all notices and records required by said Commission, in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Penal sum of ---Twenty-five hundred and no/100 (\$2500) Dollars

Witness our hands and seals, this 20th day of November, 1963

Peter Nalbandian

Peter Nalbandian

Principal

Witness our hands and seals, this 20th day of November, 1963

AMERICAN EMPLOYERS' INSURANCE COMPANY

Elizabeth M. Clark

Elizabeth M. Clark Surety Attorney-in-Fact

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Permit No. 83

2

CERTIFIED COPY OF POWER OF ATTORNEY
AMERICAN EMPLOYERS' INSURANCE COMPANY

STATE OF Arizona } ss.

COUNTY OF Maricopa

I, the undersigned, Attorney-in-Fact of the AMERICAN EMPLOYERS' INSURANCE COMPANY, do hereby certify that I have compared the following Power of Attorney with the original thereof and that the following is a full, true and accurate copy of the original which is in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said Company on **November 20, 1963**

John H. Burschart
John H. Burschart

Attorney-in-Fact

KNOW ALL MEN BY THESE PRESENTS, that the AMERICAN EMPLOYERS' INSURANCE COMPANY, a corporation duly organized and existing under the laws of the Commonwealth of Massachusetts, and having its principal office in the City of Boston, Mass., hath made, constituted and appointed and does by these presents make and constitute and appoint

Elizabeth H. Clark of Phoenix, Arizona

~~to execute all its business and legal affairs~~ to make, execute, seal and deliver for and on its behalf as surety any ~~instrument or instruments~~ in amounts not exceeding **Five hundred thousand dollars (\$500,000)**

and to certify copies of this Power of Attorney under seal of said Company, and the execution of such bonds or undertakings in pursuance of these presents, shall be binding upon said Company as fully and amply, to all intents and purposes, as if such bonds were signed by the President, sealed with the common seal of the Company, and duly attested by its Secretary, hereby ratifying and confirming all the acts of said Attorney-in-Fact pursuant to the power herein given. This Power of Attorney is made and executed pursuant to and by authority of the following resolutions adopted by the Board of Directors of the AMERICAN EMPLOYERS' INSURANCE COMPANY at a meeting duly called and held on the Sixteenth day of July, 1959:

Resolved: That the President, or any Vice-President, may execute for and in behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, the same to be attested when necessary and the seal of the company affixed thereto by the Secretary, or any Assistant Secretary; and that the President, or any Vice-President, may appoint and authorize an Attorney-in-Fact to execute on behalf of the company any and all such instruments and to affix the seal of the company thereto; and that the President, or any Vice-President, may at any time remove any such Attorney-in-Fact and revoke all power and authority given to any such Attorney-in-Fact.

Resolved: That Attorneys-in-Fact may be given full power and authority to execute for and in the name and on behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and any such instrument executed by any such Attorney-in-Fact shall be as binding upon the company as if signed by the President and sealed and attested by the Secretary, and, further, Attorneys-in-Fact are hereby authorized to verify any affidavit required to be attached to bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and are, also, authorized and empowered to certify to a copy of any of the by-laws of the company as well as any resolution of the Directors having to do with the execution of bonds, recognizances, contracts of indemnity, and to certify copies of the Power of Attorney and all other writings obligatory in the nature thereof, or with regard to the powers of any of the officers of the company or of Attorneys-in-Fact.

IN WITNESS WHEREOF, the AMERICAN EMPLOYERS' INSURANCE COMPANY, has caused these presents to be signed by its Vice-President and its corporate seal to be hereto affixed, duly attested by its Assistant Secretary on **March 14, 1960**

(Seal) **CANCELLED**

AMERICAN EMPLOYERS' INSURANCE COMPANY

By (Signed) L. F. Ballarone
Vice-President

Attest (Signed) Joseph H. Johnson
Assistant Secretary

COMMONWEALTH OF MASSACHUSETTS } ss.
COUNTY OF SUFFOLK

On the date of the execution of the preceding instrument, before me personally came the above-named Vice-President and Assistant Secretary of the AMERICAN EMPLOYERS' INSURANCE COMPANY, to me personally known to be the individuals and officers described in and who executed the preceding instrument, and they acknowledged the execution of the same, and being by me duly sworn, severally and each for himself depose and sayeth, that they are the said officers of the Company aforesaid, and that the seal affixed to the preceding instrument is the corporate seal of said Company and that the said corporate seal and their signatures as such officers were duly affixed and subscribed to the said instrument by the authority and direction of the said Company.

ECHLIN-IRVIN-CROWELL & CO.

GENERAL AGENTS

13 LUHRS ARCADE - PHONE ALPINE 8-6531 - P. O. BOX 4335

PHOENIX, ARIZONA

July 22, 1965

Mr. John Bannister
Executive Secretary
Oil and Gas Conservation Commission
State of Arizona
Room 202 - 1624 West Adams
Phoenix, Arizona 85007

Re: Bond SY315735 - \$2500 - Peter Nalbandian, Principal
Oil and Gas Well - Permit 83

Dear Mr. Bannister:

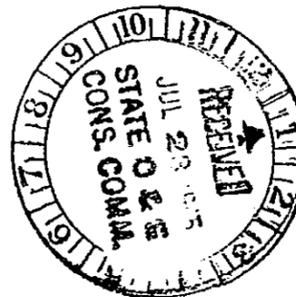
In accordance with recent conversation with Mrs. Rushton,
of your office, we enclose a duplicate copy of captioned
bond for your files, the original having become lost or
misplaced in your office. We also enclose Power of
Attorney confirming my authority to execute said bond
on November 20, 1963.

We trust this will put your file in good order, and
answer your request, originally addressed some time ago
to the Home Office of American Employers Insurance
Company, in Boston, Massachusetts.

Yours very truly,

Echlin-Irvin-Crowell & Co.

Elizabeth M. Clark
Elizabeth M. Clark
Phone: 258-6531 - Phoenix



enc

cc: Mr. Peter Nalbandian

John Gilchrist and Company

INSURANCE — BONDS

JOHN GILCHRIST
KAY SALMON

LUHRS BUILDING
PHOENIX, ARIZONA
PHONE ALPINE 2-4827

June 5, 1959

State of Arizona
Land Department
Capitol Building Annex
Phoenix, Arizona

Attention: Mr. Ryan

Re: Blanket Drilling Bond
American Employers Insurance Company, Surety
Serge Besoyan, Kirk Besoyan & Peter Nalbandian,
Principal - Effective 5/20/59

Dear Mr. Ryan:

Believe this bond will now be found in order and will comply with your requirements. It is in the amount of \$10,000.00 and covers all wells drilled in the State of Arizona

If you have any questions concerning the enclosed, please feel free to call us. Thank you for all your patience and assistance on this.

Very truly yours,

JOHN GILCHRIST & COMPANY

BY:

John W. Gilchrist
John W. Gilchrist

JWG/ma

Enclosures: Drilling Bond
Power of Attorney



9597

BOND

KNOW ALL MEN BY THESE PRESENTS,

That we: Serge Besoyan, Kirk Besoyan, and Peter Nalbandian, a Joint Venture

of the County of: Maricopa in the State of: Arizona

as Principal, and AMERICAN EMPLOYERS INSURANCE COMPANY a corporation organized and existing under the laws of the Commonwealth of Massachusetts authorized to do business within the State of Arizona,

as surety, are held and firmly bound unto the State of Arizona in the penal sum as indicated, lawful money of the United States, for which payment, well and truly to be made, we bind ourselves; and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The condition of this obligation is that whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to wit:

(May be used as blanket bond or for single well)

This is a blanket bond covering all wells drilled for oil, gas or stratigraphic purposes in the State of Arizona

NOW, THEREFORE, if the above bounden principal shall comply with all of the provisions of the laws of this State and the rules, regulations and orders of the State Land Commissioner, especially with reference to the requirements of A.R.S. 27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the State Land Commissioner all notices and records required by said Commissioner, in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Penal sum of ---Ten thousand and no/100 (\$10,000.00) Dollars

Witness our hands and seals, this 20th day of May, 1959

SERGE BESOYAN, KIRK BESOYAN, and PETER NALBANDIAN, a Joint Venture

By [Signature] Principal

Witness our hands and seals, this 20th day of May, 1959

AMERICAN EMPLOYERS INSURANCE COMPANY

[Signature] Surety
Tom Charles - Attorney-in-Fact

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Approved June 8, 1959
Date

[Signature]
STATE LAND COMMISSIONER

CANCELLED

DATE 11-21-63 superseded by 54315735



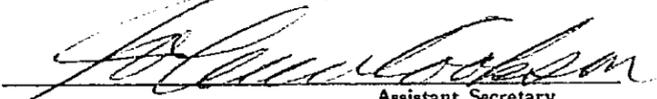
9597

CERTIFIED COPY OF (POWER OF ATTORNEY ()
AMERICAN EMPLOYERS' INSURANCE COMPANY

COMMONWEALTH OF MASSACHUSETTS } ss.
COUNTY OF SUFFOLK

I, the undersigned, Assistant Secretary of the AMERICAN EMPLOYERS' INSURANCE COMPANY, do hereby certify that I have compared the following Power of Attorney with the original thereof and that the following is a full, true and accurate copy of the original which is in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said Company at Boston, Massachusetts on **May 20, 1959**


Assistant Secretary

KNOW ALL MEN BY THESE PRESENTS, that the AMERICAN EMPLOYERS' INSURANCE COMPANY, a corporation duly organized and existing under the laws of the Commonwealth of Massachusetts, and having its principal office in the City of Boston, Mass., hath made, constituted and appointed, and does by these presents make and constitute and appoint **Tom Charles of Phoenix, Arizona**

its true and lawful Attorney-in-Fact, with full power and authority hereby conferred in its name, place and stead, to sign, execute and acknowledge for and on its behalf as surety any and all bonds or undertakings required in amounts not exceeding **Five hundred thousand dollars (\$500,000.)**

and to bind the AMERICAN EMPLOYERS' INSURANCE COMPANY thereby as fully and to the same extent as if such bonds were signed by the President, sealed with the common seal of the Company, and duly attested by its Secretary, hereby ratifying and confirming all the acts of said Attorney-in-Fact pursuant to the power herein given. This Power of Attorney is made and executed pursuant to and by authority of the following resolutions adopted by the Board of Directors of the AMERICAN EMPLOYERS' INSURANCE COMPANY at a meeting duly called and held on the Eighteenth day of October, 1937.

Resolved: That the President, or any Vice-President, may execute for and in behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, the same to be attested when necessary and the seal of the company affixed thereto by the Secretary, or any Assistant Secretary; and that the President, or any Vice-President, may appoint and authorize an Attorney-in-Fact to execute on behalf of the company any and all such instruments and to affix the seal of the company thereto; and that the President, or any Vice-President, may at any time remove any such Attorney-in-Fact and revoke all power and authority given to any such Attorney-in-Fact.

Resolved: That Attorneys-in-Fact may be given full power and authority to execute for and in the name and on behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and any such instrument executed by any such Attorney-in-Fact shall be as binding upon the company as if signed by the President and sealed and attested by the Secretary, and, further, Attorneys-in-Fact are hereby authorized to verify any affidavit required to be attached to bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and are, also, authorized and empowered to certify to a copy of any of the by-laws of the company as well as any resolution of the Directors having to do with the execution of bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, or with regard to the powers of any of the officers of the company or of Attorneys-in-Fact.

IN WITNESS WHEREOF, the AMERICAN EMPLOYERS' INSURANCE COMPANY, has caused these presents to be signed by its **June 2, 1959** Vice-President and its corporate seal to be hereto affixed, duly attested by its Assistant Secretary

(Seal) AMERICAN EMPLOYERS' INSURANCE COMPANY
By **(Signed) L. F. Ballerona** Vice-President
Attest: **(Signed) Joseph E. Johnson** Assistant Secretary

CANCELLED

COMMONWEALTH OF MASSACHUSETTS } ss.
COUNTY OF SUFFOLK
On the date of the execution of the preceding instrument, before me personally came the above-named Vice-President and Assistant Secretary of the AMERICAN EMPLOYERS' INSURANCE COMPANY, to my personally known to be the individuals and officers described in and who executed the preceding instrument, and they acknowledged the execution of the same, and being by me duly sworn, severally and each for himself depose and sayeth, that they are the said officers of the Company aforesaid, and that the seal affixed to the preceding instrument is the corporate seal of said Company and that the said corporate seal and their signatures as such officers were duly affixed and subscribed to the said instrument by the authority and direction of the said Company.

(Signed) Viola H. McKean
Notary Public



9592

September 24, 1965

Echlin-Irvin-Crowell & Co.
P.O. Box 4335
Phoenix, Arizona

Attention: Miss Elizabeth M. Clark

Re: Arrowhead Beacon Bros. #1 State well
SW/4NW/4 23-18N-20E, Navajo County, Arizona
Our File 83

American Employers' Insurance Company Bond SY 315735

Gentlemen:

The captioned well having been plugged and abandoned in accordance with our Rules and Regulations, this letter will constitute the authority of this Commission to terminate the above captioned bond effective August 23, 1965.

Your cooperation is very much appreciated.

Yours very truly,

Yours very truly,

John Bannister
Executive Secretary
MB

cc: Mr. Peter Halbandian
411 N. Central Avenue
Phoenix, Arizona

ECHLIN-IRVIN-CROWELL & CO.
General Agents

LUHRS ARCADE - P. O. BOX 4335

PHOENIX, ARIZONA

Phone AL 8-6531

Insurance and Bonds

Representing AMERICAN EMPLOYERS' INSURANCE COMPANY

September 23, 1965

Mr. John Bannister, Executive Secretary
Oil and Gas Conservation Commission
State of Arizona
Room 202, 1624 West Adams
Phoenix, Arizona 85007

Re: Your File 83 - SY315735 - Peter Nalbandian
\$2500 Oil and Gas Lease Bond to Arizona
#1 State Well SW/4 NW/4 28-T18N-R20E
Navajo County, Arizona

Dear Mr. Bannister:

Your office recently advised us, as surety, that you were now in a position to exonerate bond in caption, upon receipt of written request from us to do so.

We enclose stamped self-addressed envelope for your convenience in confirming this exoneration and indicating effective date thereof. Thanks very much for your assistance.

Yours very truly,

Echlin-Irvin-Crowell & Co.

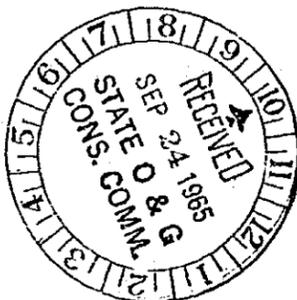
Elizabeth M. Clark
Elizabeth M. Clark, Attorney-in-Fact
AMERICAN EMPLOYERS' INSURANCE COMPANY

emc

#83



THE EMPLOYERS' GROUP MAN



August 4, 1965

Mr. Peter Halbandian
411 N. Central Avenue
Phoenix, Arizona

Re: Arrowhead Basoyan Bros. #1 State well
SW/4NW/4 28-T18N-R20E, Navajo County, Arizona
Our File 83

Dear Mr. Halbandian:

This is to confirm our conversation of this date.

As I explained to you, The American Employer's Insurance Company bond SY315735 was posted to insure compliance in the operations of this well with our Rules and Regulations.

This well has had no work performed on it since sometime in late 1959 or early 1960. We have been in contact with Mr. Louis Abrams, Los Angeles, California, and we have failed in our efforts to get this well plugged.

It seems at this time that our only source to bring this well into compliance with our Rules and Regulations is to order the bond company to plug this well. Inasmuch as you are the principal on the bond in this matter, we must of course look to you through the bond company for this work.

This well must be plugged in the following manner:

A fifty-foot cement plug set at the lowest possible depth; a fifty-foot cement plug set at the interval 1200-1250 feet; a fifty-foot cement plug at the interval 250-300 feet; and a twenty-foot plug set at the surface.

A four-inch pipe should be set in the surface plug, said pipe protruding at least four feet above the surface, and a sign shall be permanently attached to the pipe (it may be welded thereon) which will show the following information: (1) the name of the well; (2) the location of the well; and (3) the permit number.

Mr. Peter Malbandian

Page 2

August 4, 1965

As I explained, the Commission does not desire to create undue hardship on anyone, and it is our intention to work with you in any possible manner.

Since our conversation of today we will wait a reasonable time before taking any further action.

If we may be of help in any way, please advise.

Yours very truly,

John Bannister
Executive Secretary
WB

cc: American Employers Insurance Co.
c/o Echlin-Irvin-Crowell & Co.
P.O. Box 4335
Phoenix, Arizona

Mr. Louis Abrams
Ansco Supply Co.
9601 S. Alameda
Los Angeles, Calif. 90002

April 22, 1965

Mr. Louis Abrams
Amesco Supply Co.
9601 S. Alameda
Los Angeles 2, Calif.

Dear Mr. Abrams:

Enclosed is a copy of the current General Rules and Regulations. The plugging requirements you will find on Pages 17, 18, and 19.

I am also enclosing some Well Completion Report forms, etc. I would appreciate it if you would fill out a form for each of the three wells that you mentioned, giving me as much data as you have, and of course I realize that your records are perhaps a bit sparse. I enclose extra copies of these in case you should want to make carbons for your own files.

Note also that if you should have any electrical logs or sample logs on any of these wells, the law requires you to file with us duplicate copies of such logs.

As I say, I have no idea regarding the cost of plugging a well. There are two people who have had some experience plugging wells in Arizona with whom I am familiar. They are Mr. Joe Barrett, P.O. Box 7379, Phoenix, Arizona 85011, telephone 946-8559; and Mr. Larry Bedford, P.O. Box E, Farmington, New Mexico.

Yours very truly,

J.R. Scarlock
Petroleum Geologist

mr
enc

STATE of ARIZONA
OIL and GAS CONSERVATION COMMISSION
CAPITOL ANNEX
ROOM 202
1624 WEST ADAMS STREET
PHOENIX, ARIZONA

COMPANY Arrowhead Oil & Gas Company DATE 8-4-1964
WELL NAME & NUMBER: Besoyan Brothers State #1
LOCATION: SECTION 28 TWP. 16N R. 20E COUNTY Navajo
FILE NUMBER 83

Gentlemen:

We have reviewed our files and find that we need the below checked item (s) in order to complete same. Will you please fill in the enclosed form (s), at your earliest convenience, and return them to this office. May we remind you that your bond (# SY 315735),

issued by American Employers' Insurance Company) can be forfeited for failure to comply.

In addition we request a copy of any log run on this ~~XXXXX~~ well ~~IX~~.

Your cooperation is appreciated. If we may be of service to you please advise.

Yours very truly,

Bill Cooper

Bill Cooper
Records Section

Completion Record

Plugging Record

Well Log

Application to plug and abandon

cc/Bonding Company

AMERICAN EMPLOYERS' INSURANCE COMPANY

NOTICE OF CANCELLATION

OIL AND GAS CONSERVATION COMMISSION Date November 20, 1963
STATE OF ARIZONA
ATT: Mr. John K. Petty
1624 West Adams
Phoenix, Arizona

American Employers' Insurance Company, Surety on the bond of Serge Besoyan, Kirk Besoyan and Peter Nalbandian

known as its number SY279146
19 59
in the sum of ---Ten thousand -- Dollars (\$ 10,000) described as:

Blanket Oil and Gas Lease Bond

HEREBY NOTIFIES YOU that it desires to withdraw as Surety on said bond in behalf of said principal and HEREBY NOTIFIES YOU that it has elected to cancel and does hereby cancel the said bond. This cancellation shall be effective November 20, 1963 (superseded by SY315735) filed herewith and the said American Employers' Insurance Company shall not be responsible for any act or acts, default or defaults, committed or occurring after said date.

Please acknowledge receipt on duplicate original which is enclosed.

AMERICAN EMPLOYERS' INSURANCE COMPANY.

By Elizabeth M. Clark
(ATTORNEY IN FACT)
Elizabeth M. Clark

American Employers' Insurance Company,
Boston, Massachusetts.

The foregoing Notice of Cancellation was received this 20 day of November 19 63
Liability under your bond terminates: November 20, 1963 .
SY279146

(Signed) Oil & Gas Conservation Commission
State of Arizona
By John K. Petty Petroleum Geologist
Acting Executive Secretary
PLEASE INSERT OFFICIAL TITLE

November 21, 1963

American Employers' Insurance Company
Boston, Massachusetts

Re: Bond SY 315735 superceding Bond SY 279146

Gentlemen:

With reference to Arrowhead Oil & Gas Company #1 Besoyan Brothers located in NE quarter Section 28-T18N-R20E, Navajo County, Arizona, it is agreeable that Bond SY 315735, a \$2,500 Drilling Bond executed to satisfy A.R.S. 27-516 and other Commission requirements, be substituted for Bond SY 279146, a Blanket \$10,000 Bond which properly covered this well as to listed requirements.

However, it is definitely understood that this substitution affects the well listed above only and that it has nothing to do with any other well, anywhere. Also, the transfer is made because of reducing the cost, from the rate of a blanket bond to the rate of a bond for the one well mentioned above.

Hoping you and your clients will drill many successful wells in Arizona, I am,

Yours truly,

John K. Petty
Acting Executive Secretary

Cc: Rohlin-Irvin-Crowell & Co.
Attention: E. M. Clark
P. O. Box 4335
Phoenix, Arizona

JKP:mkc

TO (John Petty) DATE (11/19/63)
FROM Elizabeth M. Clark

We have discussed this file several times.

Your file on the unplugged well in question is, we believe, carried under the name of Arrowhead Oil and Gas Co., Sec. 28, T18N, R20E - Navajo County, Arizona).

If there is any problem in connection with Accepting cancelation of the old \$10,000 Blanket Bond SY279146 so long as it is replaced by enclosed \$2500 Bond SY315735, please call me (AL8-6531) before processing either the new bond or the cancelation.

Thanks very much.

Elizabeth M. Clark
E M Clark

FOR ASSISTANCE ON ALL INSURANCE AND BONDS

PHONE AL 8-6531

R. M. PARSONS
PHOENIX, ARIZONA

WRITE - P. O. BOX 4335

ECHLIN-IRVIN-CROWELL & CO.
GENERAL AGENTS

FIRE -- BONDS -- CASUALTY -- AUTOMOBILE -- MARINE -- AVIATION -- LIFE

83

July 31, 1963

Echlin-Irvin-Crowell and Co.
355 Myrtle Avenue
El Paso, Texas

Attn: Mr. R. M. Parsons

Re: Arrowhead Oil and Gas Co. - American Employers'
Insurance Company Bond SY279146, Sec. 28, T18N,
R20E, Navajo County, Arizona

Gentlemen:

Replying to your letter of July 25, 1963 with reference to the above bond, we wish to advise, according to the records of this office, that the well covered by said bond has not been plugged in accordance with the rules and regulations of this commission; therefore, the bond must remain in force.

Yours very truly,

N. A. Ludewick
Executive Secretary

ECHLIN-IRVIN-CROWELL & CO.
GENERAL AGENTS

355 MYRTLE AVE. - PHONE KEYSTONE 2-4421

EL PASO, TEXAS

July 25, 1963

Mr. N. A. Ludewick,
Arizona Oil & Gas Conservation Commission
State of Arizona
3500 North Central
Phoenix, Arizona

REF: American Employers' Insurance Company Bond SY279146
Serge Besoyan, Kirk Besoyan and Peter Nalbandian, a
Joint Venture - \$10,000.00 Oil & Gas Lease Bond to
the State of Arizona. Eff. 5/20/59

Dear Sir:

Several Years ago we wrote your Office and requested that
the above Bond be terminated. At that time the well in
question had not been plugged, so we were advised that our
bond must remain in force.

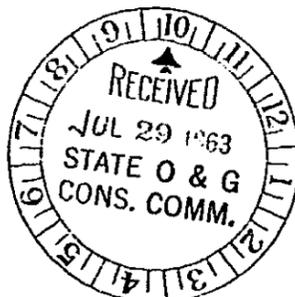
We would appreciate it if you would advise whether or not
liability under our bond may now be released.

Very truly yours,

ECHLIN IRVIN CROWELL & CO.,

BY: *[Signature]*

RMPARSONS/d



83

MINUTES OF SPECIAL MEETING OF
BOARD OF DIRECTORS OF
BLACK MESA OIL AND GAS CO.

Pursuant to notice, a Special Meeting of the Board of Directors of Black Mesa Oil and Gas Co., was held at 10 a.m., May 5, 1961, at 1301 Guaranty Bank Building, Phoenix, Arizona.

Those present at the meeting were Serge Besoyan, Paul Ferrin, Robert Morrison, and Pete Malbandion. Serge Besoyan acted as Chairman of the meeting, and Paul Ferrin acted as Secretary and kept the minutes of the meeting.

Mr. Malbandion said he had advanced \$30,000.00 to Kirk Besoyan for drilling on part of the Black Mesa State Leases, known as Arrowhead Well No. 1. He stated if a driller could be brought in to complete this drilling that he would assign to the driller 75 per cent of his lease rights obtained from Kirk Besoyan and would split the remaining 25 per cent among himself, Kirk Besoyan and Serge Besoyan equally. Serge Besoyan said he thought he had people to drill in accordance with the above and also on the Penance structure.

Serge Besoyan said he had advanced \$8,000.00 on the Ben Hunt well, on which interest is now due of \$1,440.00, and had paid \$5,000.00 to the Union Bank, on which interest of \$606.00 was due on behalf of the corporation, and wanted a note for these sums, totaling \$15,096.00 to the Besoyan Family Trust. Thereupon a resolution was passed that such a note should be prepared and given to Mr. Besoyan for these funds.

Mr. Malbandion stated that in addition to coming in and drilling as outlined above, he would expect a return of the money he has put into the drilling, which with counting insurance, etc., totals \$40,833.00. He submitted statements to verify this. Mr. Besoyan said there are other bills that the driller would have to pay also and that he will negotiate further. A motion was thereupon made and duly passed that Serge Besoyan be authorized to negotiate with a group to come in and pay all outstanding bills and all bills previously incurred and to take over drilling on the company property.

Mr. Robert Morrison next asked if the State Lease Supplement was signed, and Serge Besoyan said that it was and exhibited receipts. Mr. Morrison asked about capping the well, and Serge Besoyan said that he will negotiate for additional time from the State to move back on the well.

Serge Besoyan further stated that the Supplemental Lease was paid for by Johnson and Stewart, Attorneys, and that in consideration of their advancing the money, they were to get 200 acres of this Supplemental Lease. The corporation retains the other 200 acres.

There being no further business to come before the meeting, the meeting was duly adjourned.

Secretary

APPROVED:

President

December 15, 1960

Mr. Don Jerome, Secretary
Arizona State Oil & Gas Commission
suite 211; 3500 North Central Avenue
Phoenix, Arizona

Dear Mr. Jerome:

RE: Penzance Dome

This is to notify you and the Arizona State Oil & Gas Commission, that it is our intention to start work on the Penzance Dome shortly after the first of the year.

Our intentions are to go for a hellum test on the Perkins #1. To date we only ran a strat test to the Cocanino (slim hole).

On the Arrowhead #1, we intend to run a deep test after the above hellum test. This well is cased according to the requirements given us by Mr. Johnson and surface casing cemented with heavy mud in the hole.

The Hunt #1 is in litigation with Halliburton Corp. and set for trial February 5, 1961 in Federal Court in Tucson, Arizona; after disposal of this suit we intend to do further testing on this well.

Yours truly,

BLACK MESA OIL & GAS CORP.

By:

Serge Besoyan, Sec'y-Treas.

SB:mn

83

ECHLIN-IRVIN-CROWELL & CO.

GENERAL AGENTS

13 LUHRS ARCADE - PHONE ALPINE 8.6531 - P. O. BOX 4335

PHOENIX, ARIZONA

December 5, 1960

State of Arizona
Oil & Gas Conservation Commission
3500 North Central
Phoenix, Arizona

Re: American Employers' Insurance Company Bond SY279146
Serge Besoyan, Kirk Besoyan and Peter Nalbandian, a
Joint Venture - \$10,000.00 Oil and Gas Lease Bond to
The State of Arizona

Gentlemen:

Please find enclosed our usual Notice of Cancellation. We realize that we cannot be relieved of liability in connection with existing wells that have been drilled under this bond, but wish to cancel our bond as to any future liability.

Very truly yours,

ECHLIN-IRVIN-CROWELL & CO.

R. M. Parsons
R. M. Parsons

RMP:mm

November 25, 1960

Arrowhead Oil & Gas Company
P. O. Box 1
Holbrook, Arizona

Attention: Mr. Kirk Besoyan

Gentlemen:

The Attorney General has informed this office that more than thirty (30) days has elapsed since he wrote you with respect to taking action on your bond. While this office does not desire to cause hardship to the operators in this state, we must insist that the rules and regulations enacted under the Statutes of this state be enforced.

We request that you appear in the office of the Commission within ten (10) days with a plan outlining the action being taken with regard to your well, State #1, Navajo County.

Very truly yours,

D. A. Jerome
Executive Secretary

For the Oil and Gas
Conservation Commission

DAJ/ew

cc: Mr. Arthur E. Ross
Assistant Attorney General

a-116

October 5, 1960

Arrow head Oil & Gas Company
P. O. Box 1
Holbrook, Arizona

Gentlemen:

On July 1, 1960, you were notified by the Oil and Gas Conservation Commission of existing violations with regard to State No. 1 Well having the following legal description:

Section 28, Township 18 North, Range
20 East, Navajo County, Arizona.

We have been advised that to date no action has been taken to remedy these violations.

The Commission has requested that legal action be taken to recover on your bond. Please be advised that unless within 30 days from this date you comply with the statutes and rules and regulations adopted thereunder, we will begin proceedings to have your bond forfeited; the money to be used to plug and abandon the above described well in the manner prescribed by the rules and regulations of the Oil and Gas Conservation Commission.

Very truly yours,

WADE CHURCH
The Attorney General

ARTHUR E. ROSS
Assistant Attorney General

AER:hh
cc: American Employers Insurance Co.

a-116

October 5, 1960

Mr. Kirk Besoyan
P. O. Box 1
Holbrook, Arizona

Dear Mr. Besoyan:

On July 1, 1960, you were notified by the Oil and Gas Conservation Commission of existing violations with regard to Perkins Fed. No. 1 Well and Hunt Fed. No. 1 Well having the following legal descriptions:

Perkins Fed. No. 1: Section 33, Township 18 North, Range 20 East, West half of Southwest quarter, Navajo County, Arizona.

Hunt Fed. No. 1: Section 31, Township 18 North, Range 20 East, Navajo County, Arizona.

We have been advised that to date no action has been taken to remedy these violations.

The Commission has requested that legal action be taken to recover on your bond. Please be advised that unless within 30 days from this date you comply with the statutes and rules and regulations adopted thereunder, we will begin proceedings to have your bond forfeited; the money to be used to plug and abandon the above described well in the manner prescribed by the rules and regulations of the Oil and Gas Conservation Commission.

Very truly yours,

WADE CHURCH
The Attorney General

ARTHUR E. ROSS
Assistant Attorney General

AER:bn
cc: Fidelity & Casualty Co. of N. Y.



DEPARTMENT OF LAW
OFFICE OF THE
Attorney General
STATE CAPITOL
Phoenix, Arizona

WADE CHURCH
THE ATTORNEY GENERAL
LESLIE C. HARDY
CHIEF ASSISTANT
ATTORNEY GENERAL

October 5, 1960

Mr. Kirk Besoyan
P. O. Box 491
Holbrook, Arizona

Gilabund
Dear Mr. Besoyan:

Previously
On ~~July 1, 1960~~, you were notified by the Oil and Gas Conservation Commission of existing violations with regard to Perkins Fed. No. 1 Well and Hunt Fed. No. 1 Well having the following legal descriptions:

Arrowhead only has the
Perkins Fed. No. 1: Section 33, Township 18 North, Range 20 East, West half of Southwest quarter, Navajo County, Arizona.

~~Hunt Fed. No. 1: Section 31, Township 18 North, Range 20 East, Navajo County, Arizona.~~

We have been advised that to date no action has been taken to remedy these violations.

The Commission has requested that legal action be taken to recover on your bond. Please be advised that unless within 30 days from this date you comply with the statutes and rules and regulations adopted thereunder, we will begin proceedings to have your bond forfeited; the money to be used to plug and abandon the above described well in the manner prescribed by the rules and regulations of the Oil and Gas Conservation Commission.

Very truly yours,

WADE CHURCH
The Attorney General
Arthur E. Ross
ARTHUR E. ROSS
Assistant Attorney General

AER:bh
cc: Fidelity & Casualty Co. of N. Y.



PAUL FANNIN
GOVERNOR

M. F. WHARTON
CHAIRMAN

CHARLES KALIL, M. D.
VICE-CHAIRMAN

ERNEST W. CHILSON
MEMBER

R. KEITH WALDEN
MEMBER

ANTHONY T. DEDDENS
MEMBER

OFFICE OF

Oil and Gas Conservation Commission

STATE OF ARIZONA

3500 N. CENTRAL - SUITE 312

Phoenix, Arizona

CR 9-3397 CR 9-2731

D. A. JEROME
EXECUTIVE SECRETARY

July 1, 1960

The Honorable Wade Church
Attorney General of Arizona
State Capitol Building
Phoenix, Arizona

Re: Forfeiture of bond of:
ARROWHEAD OIL & GAS CO.
State #1 Well-Kirk Besoyan, Operator
BESOIL CO. - Kirk Besoyan, Operator,
Perkins Fed. #1 Well and Hunt Fed. #1
Well

Dear Sir:

The Oil and Gas Conservation Commission has passed a motion requesting your office to bring legal action to forfeit the bonds of each and all of the named operators for failure to comply with the rules and regulations of the Oil and Gas Conservation Commission relative to the plugging of abandoned wells.

For your assistance the records and reports of the Petroleum Engineer of the Oil and Gas Commission of Arizona show the following to exist:

1. Said applicant obtained a permit to drill and filed a bond in the amount of \$10,000 for the Arrowhead Oil and Gas Co. State #1 well, and bonds in the amount of \$2500 for the Besoil Co., Perkins Fed. #1 and Hunt Fed. #1 wells, conditioned upon his compliance with the rules and regulations of the Oil and Gas Conservation Commission of Arizona and specifically the requirement of plugging wells upon abandonment.
2. That drilling was commenced and thereafter discontinued.
3. That the rig was removed and the operator failed to plug said well as required by the rules and regulations of the Oil and Gas Conservation Commission of Arizona.
4. That the above mentioned operator has not filed an application to plug his well.
5. That the inspection of the Petroleum Engineer of this Commission has established the fact that such wells were not plugged.
6. Said operator was requested to appear before the Oil and Gas Commission of Arizona to show cause why his bond should not be forfeited for failure to plug said well and to

Hon. Wade Chur

2.

July 1, 1960

make application to do so as required by the rules and regulations of this Commission.

7. Said operator appeared at the office of the Oil and Gas Commission on April 19, 1959 (See Arrowhead Oil and Gas Co. file) to ask for extension of time to take action on the above-named wells, as there was a reorganization going on within the company, and to change the wording on the \$10,000 bond which covers the Arrowhead Oil and Gas Company State #1 well. It is the opinion of the Commission that more than a reasonable length of time has expired within which said operator could have plugged his said wells or resumed operation.

8. The name and address of the bonding company and agent for the bondsman for said operator is as follows:

Operator: Kirk Besoyan - Arrowhead - State #1
Bonding Company: American Employers' Insurance Co.
Agent: R.M. Parsons
Address: P.O. Box 4335, Phoenix, Arizona

Operator: Kirk Besoyan - Besoil - Perkins Fed. #1
Bonding Company: Fidelity & Casualty Co. of N.Y.
Agent: Mr. K. Nakata
Address: 548 So. Spring Street, Los Angeles 13, Calif.

Operator: Kirk Besoyan - Besoil - Fed. #1 Hunt
Bonding Company: Fidelity & Casualty Co. of N.Y.
Agent: Mr. Wm. Cotter
Address: 548 So. Spring Street, Los Angeles 13, Calif.

It is the request of the Commission, pursuant to motion to that effect unanimously adopted at its meeting of June 22, 1960, that you, as Attorney General of the State of Arizona, file action against said operators, if necessary, but particularly against the bondsmen of said operator for the purpose of forfeiting the bond and collecting the penalty thereunder for failure of the operator to comply with the rules and regulations of the Commission to plug the said wells.

There is attached for your information a copy of the form of bond required and which is the same form of bond which has been executed on behalf of the bondsman for each of the above named operators. Each of these bonds has been furnished pursuant to the rules and regulations of the Commission and the provisions of A.R.S. 27-516 A3.

Should you desire any further information concerning these matters, please advise us. Will you keep us advised concerning your actions taken thereon.

Very truly yours,
OIL AND GAS CONSERVATION
COMMISSION OF ARIZONA

By M. J. Wharton
Chairman

May 9th 1960

Mr W. F. Maule
3500 N. Central Ave
Phoenix Arizona

Dear Mr Maule,

On reply to your letter of
May 5th 1960, you are right about
the ten days allowed to me
to complete certain negotiations.
I was under the impression that
my brother, Sgt Besoyan had
written you a letter in regards
to this situation. Would you
please check your files and see if
you have this information. He
also sent a copy to Mr Kalil
the Vice Chairman of the Commission.
Sgt is in Tiburo Calif this
weekend and will be back
Tuesday or Wednesday so I will
be able to check with him
to see when he sent the report.

Thanking you for your considerations
I remain
Sgt Besoyan

May 5, 1960

Mr. Serge Besoyan
P. O. Box 491
Gila Bend, Arizona

Dear Mr. Besoyan:

Mr. Kirk Besoyan was in this office on April 19 to discuss the wells in Navajo County. At that time he stated a deal was on regarding the wells which would be completed in ten days. This period of time has elapsed.

I urge you to take immediate action regarding these wells or it will be necessary for the State of Arizona to ask forfeiture of your bonds to plug and abandon the wells pursuant to the general rules and regulations. Bonds on the wells are in force until released by this office.

Very truly yours,

W. F. Maule
Petr. Engr.

WFM:gk

May 5, 1960

Mr. Kirk Besoyan
P. O. Box 491
Gila Bend, Arizona

Dear Mr. Besoyan:

I wish to remind you that the ten day extension you requested to complete a business transaction with regard to your three wells in Navajo County has expired.

While this office stands ready to assist operators in any and all ways, we must insist that the rules are adhered to at all times. You are therefore advised to contact this office in the immediate future, outlining definite plans regarding the previously discussed wells.

Very truly yours,

W. F. Maule
Petr. Engr.

WFM:gk

W.F. MAULE
Arizona Oil & Gas Cons. Comm.,
3500 N. Central Ave.,
Phoenix, Arizona

April 28, 1960
P.O. Box 491,
Gila Bend, Arizona

Dear Mr. Maule:

My brother handed me your letter of April 14th this morning.

Please be advised that none of these three wells have been abandoned. We just completed negotiations to get rid of dead wood in our organization (April 26th) and have definite plans on all three locations.

I personally have over \$60,000.00 dollars in these wells, and to my knowledge, all information was to have been forwarded to the State and I know cuttings were made available to the State.

I also want to advise you that we have good shows of Helium and Hydro-carbon Gas on this structure.

Our plans are to complete the Besoyan Bros State #1 as a producer as soon as proper equipment is available from Farmington.

Please let me know about our bonds. I had not been notified by our Bonding Company about any abandonment. If this is so, I will arrange for a new bond.

Thanking you for your co-operation. I am,

Very truly yours,

Serge Besoyan
SERGE BESOYAN, Mgr.,
Besoyan Bros Co.,
Bes-Oil Co.

c.c.
John Gilchrist Bonding Co.,
Luhrs Bldg
Phoenix, Arizona

r

From the desk of ...

W. F. MAULE

Apr 19

Kurt Bosson come in to
discuss letter of Apr 14, and
found agreed wording of bond
is not correct & asks for
10 days to start operations on
wells.

REGISTERED NO. 41979

Value \$ 100 Spec. del'y fee \$

Fee \$ 50¢ Ret. receipt fee \$ 10¢

Surcharge \$ Rest. del'y fee \$

Postage \$ 20 Airmail

Postmaster, By RM

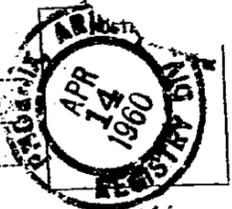
From Elks Lodge, Progressive Council

3500 N. Central Ave, An

To Mr. Kirk Pearson P.O. # 1171

Yuma, Arizona

Form 3806
by 1954



#1-INSTRUCTIONS TO DELIVERING EMPLOYEE

Deliver **ONLY** to addressee

Show address where delivered

(Additional charges required for these services)

RETURN RECEIPT

Received the numbered article described on other side.

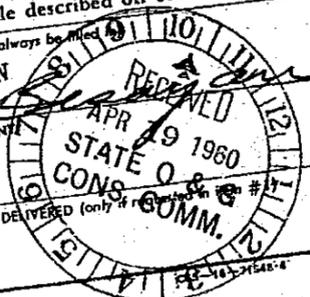
SIGNATURE OR NAME OF ADDRESSEE (must always be filled in)
MR. KIRK BESOYAN

SIGNATURE OF ADDRESSEE'S AGENT, IF ANY
[Handwritten Signature]

DATE DELIVERED

4/18/66

ADDRESS WHERE DELIVERED (only if not to addressee)



POST OFFICE DEPARTMENT
OFFICIAL BUSINESS

PENALTY FOR PRIVATE USE TO AVOID
PAYMENT OF POSTAGE, \$300

POSTMARK OF DELIVERING OFFICE
ARIZ. 1960

RECEIVED
NOV 19 1960
O & G
COMM.

INSTRUCTIONS: Fill in items below and complete on other side, when applicable. Moisten ends and attach to back of article. Print on front of article. RETURN RECEIPT REQUESTED.

REGISTERED MAIL

NAME OF SENDER
ST OF ARIZ OIL & GAS CONSER
COMMISSION

STREET AND NO. OR P. O. BOX
3500 N Central-#312

CITY, ZONE AND STATE
PHOENIX, ARIZONA

ROB Form 3811 4-1-58

CS-16-71547-5

VIA REGISTERED MAIL
RETURN RECEIPT REQUESTED:

April 14, 1960

Mr. Kirk Besoyan
P. O. Box 491
Gila Bend, Arizona

Dear Mr. Besoyan:

I visited the locations of the following wells, on which you have signed as principle on the bonds.

Besoil Co., Hunt-Fee #1	Sec. 31 - 18 N - 20 E
Besoil Co., Perkins-Fee #1	Sec. 33 - 18 N - 20 E
Arrowhead Oil & Gas Co.,	
Besoyan Bros.-State #1	Sec. 28 - 18 N - 20 E

These wells have not been properly abandoned, as stated by your Surety Company, the locations cleared, nor the information on the wells, required by the Commission, supplied to this office.

We do therefore, advise you to make known to this office, at once, your plans regarding these wells. In the event we do not hear from you, in the immediate future, you are invited to appear before the Commission at 3 P. M., April 27, 1960, to show cause for non-forfeiture of the bonds, of the above named wells, the money to be used to properly plug, abandon and clear the locations, by the State of Arizona.

Yours very truly,

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

BY: W. F. Maule,
Petroleum Engineer

WFM:mar

Enc: Rules & Regulations

cc: The Fidelity & Casualty Co. of NY
548 S. Spring St., Los Angeles 13, Calif.
ATTN: William R. Cotter, Attorney

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ECHLIN-IRVIN-CROWELL & CO.

General Agents
LUHRS ARCADE - P. O. BOX 4335
PHOENIX, ARIZONA
Phone AL 8-6531

Insurance and Bonds

Representing AMERICAN EMPLOYERS' INSURANCE COMPANY

April 12, 1960

State of Arizona
State Land Commissioner
1700 W. Washington
Phoenix, Arizona

abandoned well

Re: American Employers' Insurance Company Bond SY279146
Serge Besoyan, Kirk Besoyan and Peter Nalbandian, a
Joint Venture - \$10,000.00 Oil and Gas Lease Bond to
The State of Arizona

Gentlemen:

The above bond was executed on May 20, 1959 in the amount of \$10,000.00 to cover all wells drilled by the joint venture in caption. The bond has been in full force and effect since the date of execution.

We have now been advised by our principal that all wells drilled under this bond have been properly abandoned and plugged. For this reason, they have requested that their bond be cancelled.

We would appreciate it if you would check your records and advise whether or not there are any remaining wells to be abandoned that were drilled under our bond. If you find that the records are clear, may we please have written authority to cancel our bond.

Very truly yours,

Echlin-Irvin-Crowell & CO.

R. M. Parsons
R. M. Parsons



83



3-14-60

State of Arizona
Oil & Gas Comm.
at Mr Mauls

Dear Sir,

This is to inform you that
a blanket Bond for drilling
has been posted by me to
the State of Arizona by the
Gilchrist Insurance Co. of Phoenix.

There seems to be a misunder-
standing on this issue. I sent
a copy of this Bond to Mr Ryan
and I am sure he can clarify
this matter to your satisfaction.

I hope you can correct this
error as it is holding a Mr.
L. Abrams from cancelling a
previous bond on the same
wells. I would appreciate an
early reply on this matter.

Thank you kindly
Herb Besoyan

83
P.O. BY 491 GILA BEND ARIZ.

From the desk of . . .

W. F. MAULE
MARCH 2, 1960

Talked with Merkin about blanket bond on the Besoyan Wells. Agreed to relieve bond on Perkins and Hunt Wells when Besoyan, Principal on blanket bond attached rider covering above wells with complete legal description of wells.

The Fidelity and Casualty Company of New York

548 SOUTH SPRING STREET
LOS ANGELES 13, CALIFORNIA
MADISON 6-0311

February 4, 1960

Land Commissioner
State of Arizona
Phoenix, Arizona

Attention: Mr. Frederick C. Ryan, Supervisor
Oil and Gas Conservation

Re: Kirk Besoyan *perkins fee #1*
Bond Nos. S1216802 & S1192822

Dear Mr. Ryan:

It has been brought to the attention of this office by Mr. Lou Abrams that Mr. Kirk Besoyan and one Petter Nalbandian have filed with the State of Arizona a \$10,000.00 Blanket Oil Well Drilling Bond.

If this has been done, does our liability under our two bonds transfer to the Blanket Bond now in effect or must our principal satisfy the requirements under each bond.

Your advices will be appreciated.

Very truly yours

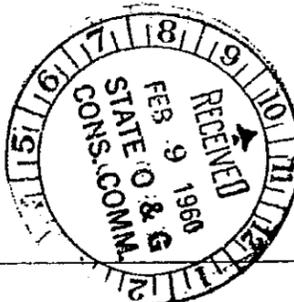
Thomas A. Connor Jr.
THOMAS A. CONNOR, JR.
Bonding Department

TAC/dat

CC: Mr. Lou Abrams



American Fore
Loyalty Group



June 8, 1959

Arrowhead Oil & Gas Company
P. O. Box 1
Holbrook, Arizona

Gentlemen:

Re: Arrowhead Oil & Gas Co., Besoyan
Brothers - State #1

Transmitted herewith is your copy of the approved Notice of Intention to Drill covering the above captioned well, located in Section 28, Township 18 North, Range 20 East, Navajo County, Arizona, and attached thereto, is a copy of the supplement of the casing program in conjunction with your drilling operation. This intent, together with the supplement constitutes your drilling permit No. 83. We are also inclosing a copy of the receipt in the amount of \$25.00 covering permit fee.

The bond in the amount of \$10,000 executed by the American Employers Insurance Company has been received this date.

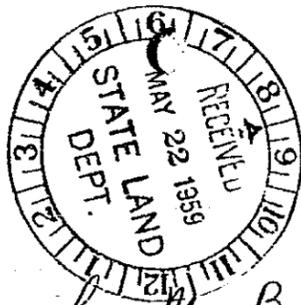
If we may be of further service, please call on us.

Very truly yours,

STATE LAND COMMISSIONER

By: Frederick C. Ryan,
Supervisor, Oil and Gas
Conservation

nb
Encls.



8.11

May 21, 1959

Fritz:

I tried to reach Mr B at the Whiting Motel but was told they never stay there. I then tried the Highway House (home of the good pancakes) but was told they had checked out leaving no address. It was reported they were in Farmington but I decided to give it up. Perhaps it would be better to let them wait or try to reach them by mail. In any event I believe we should try to form up there casing program by requesting they case off the Coconino sandstone roughly 650' - cement to the top. I would also like a better elevation or at least be assured this 4950' was something that didn't come out of a cooked hat. I would like to come to some understanding about samples. The ones they collected from their old well are very poor. I'm not 'o.k.'ing this until we get it straighten out. Keep me posted. Tell them to call me.

Regards
Phil

According to telephone conversation between
P. W. Johnson and F. C. Ryan, May 21, 1959:

Arrowhead Oil & Gas Co. (Besoyan)

Elevation is not right by 200' or so. Phil will
call Besoyan on casing program.

5400' ± is approx el.

Plat not correct.

May 27, 1959: Telephone conversation Kirk Besoyan & MB

Wanted to know if the bond had come in and he was
informed that it had not reached this office. Told him that
Phil tried to reach him at Holbrook, but was unable to do
do. Tried to explain to him about the casing program and
suggested that he phone him at Tucson.

Mr. Besoyan stated that Phil was out of line insofar
as the casing program was concerned, as another well
near him got by with 200'.

Gave to Miss Clark - American Employers Ins.

This is a blanket bond covering all wells drilled for oil, gas
or stratigraphic purposes in the State of Arizona, including
those wells presently operated by the Principal in
Section _____, Township _____, Range _____, _____ County,
Arizona, and known as _____ and
_____ respectively.

May 19, 1959

Mr. Phillip W. Johnson
P. O. Box 4126
Tucson, Arizona

Dear Phil:

Shipping herewith application by the Arrowhead Oil and Gas Company of Holbrook, Arizona to drill a well for oil. These are old friends of yours, namely, Kirk and Serge, and a man called Peter Nalbandian.

Would you please check out their casing program which is patterned on what Lomelino did west of this location. If you need to talk to them about any changes, they say they will accept a collect call to Whiting Brothers Motel, Holbrook. Driller will be Cowley Brothers, St. Johns.

Very truly yours,

Frederick C. Ryan

mb
Encl.

