



Fruita, Colorado
August 17, 1951.

Mon. John E. Cronin
State Inspector of Oils
1136 Speer Blvd.,
Denver, Colorado.

Sir:

No doubt you will be surprised to hear of me after so long a time. I went broke over here, but hanging on and trying to see the deal through. In going over the NEW regulations you sent to Mr Botkin, I notice that a monthly report should be made. This apparently I missed out on. I am using one of the extra forms sent him to make one for myself so that there will be something on file in your office until I get goin again on my well.

On the enclosed application there is a story back of it:: A promoter named Edward S McAuliffe of Los Angeles, California promoted a deal here near Loma, Colorado. To make a short story of it, he completely messed the deal up and the contract was canceled. He had a rig moved in belonging to the man he promoted and what a mess. He double crossed me and left me hanging in the air for 13 weeks promised waiting time pay. He set the equipment up and started the well. He brought his help in from California and FORGOT that he had hired me. I had sent to your office for the necessary form and bond. These he did not complete. The well just got started when the man he promoted found out something and stopped the money. Naturally the well was shut down also and has set there for several months. Now McAuliffe is completely out and the man he took is taking a new contract with the Fruita Petroleum Co., here.

I have taken over for Mr Sam Kubetz of Los Angeles, California, the new operator. However, I am having a bit of trouble getting a bond here as the Principal lives in California. There are two companies here looking to see if they can write the bond here or have to LOSE TIME by sending it out to California for investigation and etc., I will assure you that a bond will be filed with your office in the matter as soon as same can be had and without any foolish delay. Mr Kubetz is worth plenty out there but only has a new \$14,000 rig and equipment here. I note that in your rules and regulations, it is provided that under certain conditions other rules can be excused by the commission. I am wondering if you would approve the drilling permit so that I can start the well at once and send in the bond as soon as it goes through either here or out there. This way I can save at least two weeks time on the well. The permit could be marked conditional that a bond be furnished within 30 days or whatever restriction you care to place on it. It is not a matter of not furnishing the bond, it is that they dont seem to want to write drilling bonds out here and time will be lost getting same. There is another big factor in this matter--there is a clause in the leases* if there shall elapse more than 30 days in any one 90 day period this lease shall be null and void-- That 30 days, to be truthful with you is out now. That's why I am asking this favor. If my word is any good, I assure you that a bond will be put up or I will not drill the well and will tie up the equipment to make good my word. Anyway I will also have to use about \$3000 worth of my equipment in the drilling of the well. If this favor can be granted, I will not fail my promise to see that a bond is forthcoming to you.

Anxiously awaiting your pleasure in the matter, I beg to remain,

Yours truly

Carl Losey
Carl Losey

P.O. Box 397

Fruita, Colorado.

Please send me forms for reports.