M/047/002

From: JERRY MANSFIELD (JMANSFIELD)
To: OGM1:JBURNS
Date: Wednesday, December 22, 1993 8:38 am
Subject: Bonding, GeoKinetics, and Western Clay

Geokinetics currently has a bond posted with State Lands in the amount of $100,000.00 to cover Utah State Oil Shale Lease ML 24276-A. The Bond Number is 2790 with Geokinetics as principle and American Investment Bank as Surety.

Western Clay Co. had a letter of credit in the amounbt of $5,000.00 to cover Utah State Building stone Limestone Lease ML 29434 which expired February 16, 1991.
They had another letter of credit in the amount of $17,600,00 to cover operations on Utah State Clay Lease ML 1937 which also expired February 16, 1991.
I will be writing them to have a replacement bond submitted as they are currently in violation of their lease terms.