

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
(LETTERHEAD - ADDRESS)

3104 (Office Code)

Dear Requestor:

In response to your request for information regarding bonds on Federal oil and gas leases, enclosed is the current bond Form 3000-4 and an information sheet on negotiable Treasury securities, letters of credit, and certificates of deposit. A copy of a sample letter of credit and the current regulations regarding Federal oil and gas lease bonding requirements also are enclosed.

Oil and gas lease operations may be performed under a \$10,000 individual lease bond, a \$25,000 statewide bond, or a \$150,000 nationwide bond.

Bonds may be furnished by one of the following methods:

1. A corporate surety bond issued by a qualified surety company which has been approved by the Department of the Treasury;
2. A personal bond accompanied by either a:
 - a. Certificate of deposit issued by a financial institution whose deposits are federally insured;
 - b. Irrevocable letter of credit issued by a financial institution whose deposits are federally insured;Cashier's check or certified check.
- d. Negotiable Treasury securities (U.S. Department of the Treasury bonds, notes, or bills).

If you need further information, you may contact (Name and Phone Number) for further information.

Sincerely

Authorized Officer

Attachments

Bond Form 3000-4
Information Sheet
Sample Letter of Credit
Regulations (43 CFR Subpart 3104)