

**MADDOX & HOLLOMAN, P.C.**  
ATTORNEYS AND COUNSELORS AT LAW

JAMES M. MADDOX  
SCOTTY HOLLOMAN  
CASEY A. BARTHEL

POST OFFICE BOX 2508  
HOBBS, NEW MEXICO 88241-2508  
(505) 393-0505

MAIL: PO BOX 2508  
OFFICE: 220 W. BROADWAY  
SUITE 200  
HOBBS, NEW MEXICO 88240  
FAX: (505) 397-2646  
Writer's E-MAIL: sahollo@leaco.net

LEE A. KIRKSEY

November 26, 2002

# FAX TRANSMITTAL COVERSHEET

Number of Pages 3 (Including Cover Sheet)

Message to: David Brooks

FAX Number: (505) 476-3462

Message From: Scotty Holloman, Esq.

Telephone Number: (505) 393-0505 / Fax Number (505) 397-2646

Comments: Case No. 12976 - Paul Bliss

If transmission problems, contact Nona L. at (505) 393-0505.

The information contained in this facsimile message is attorney privileged and confidential information intended only for the use of the individual or entity named above. If the receiver of this message is not the intended recipient, or the employee or agent responsible to deliver it to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this communication in error, please immediately notify us by telephone, and return the original message to use the above address via the U. S. Postal Service. Thank you.

OCD Ex # 11

Case No 12976

**MADDOX & HOLLOMAN, P.C.**  
ATTORNEYS AND COUNSELORS AT LAWJAMES M. MADDOX  
SCOTTY HOLLOMAN  
CASEY A. BARTHELPOST OFFICE BOX 2508  
HOBBS, NEW MEXICO 88241-2508  
(505) 393-0505MAIL: PO BOX 2508  
OFFICE: 220 W. BROADWAY  
SUITE 200  
HOBBS, NEW MEXICO 88240  
FAX: (505) 397-2646  
Writer's E-MAIL: sahollom@lcaco.net

LEE A. KIRKSEY

November 27, 2002

David K. Brooks  
Assistant General Counsel  
New Mexico Energy, Minerals and  
Natural Resources Department  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

VIA Fax: (505) 476-3462

RE: Case No. 12976: Application of the New Mexico Oil Conservation Division for Order Requiring Paul D. Bliss to Properly Plug One (1) Well, Imposing Civil Penalties for Failure to Comply, Authorizing the Division to Plug Said Wells and Ordering a Forfeiture of Applicable Plugging Bond: Roosevelt County, New Mexico

Dear Mr. Brooks:

Paul D. Bliss has given us a copy of your letter to him dated November 8, 2002 for response.

Mr. Bliss disputes the allegations contained in the Application for Case No. 12976. Mr. Bliss attempted to purchase one hundred percent (100%) of the working interest in the Rhonda PG State V-39 Well No.1 ("Well"). An assignment was signed by Mayfair Minerals, Inc., but was never recorded. However, upon further examination Paul Bliss determined that Pace Exploration Co. owned a substantial working interest in the Well. Pace Exploration Co. never transferred its interest to Paul Bliss. Paul Bliss therefore, never obtained the entire title that he was entitled to from Mayfair Minerals, Inc. and since Mayfair did not deliver the entire working interest in the Well to Paul Bliss the transaction was never completed.

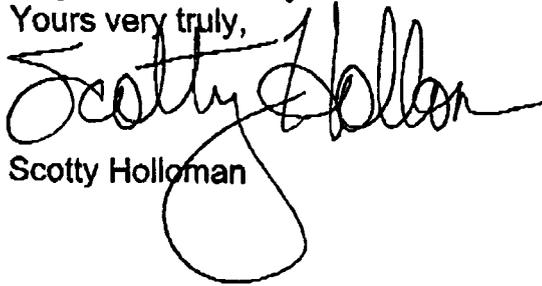
In addition since Paul Bliss did not own one hundred percent (100%) of the working

Letter to State of New Mexico  
November 27, 2002  
Page 2

interest in the Well he could not have been elected operator of the Well. He, therefore, has no liability to plug this Well. You should look to Mayfair Minerals, Inc., record operator of the Well and owner of a working interest in the Well for payments of any amounts owing for plugging the well.

Please be advised that this firm will not be attending any hearings on this application on December 5, 2002, if any hearings are necessary.

Yours very truly,

A handwritten signature in black ink, appearing to read "Scotty Holloman". The signature is written in a cursive style with a large, looping flourish at the end.

Scotty Holloman

SH/nlm  
xc: Client