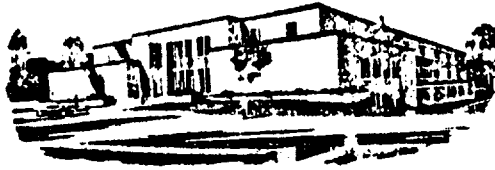


State of New Mexico



JIM BACA
COMMISSIONER



Commissioner of Public Lands

February 3, 1984

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

Express Mail Delivery Use:
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Gulf Oil Expl. and Prod. Co.
P. O. Drawer 1150
Midland, Texas 79702

Re: Termination of South Penrose
Skelly Unit Agreement
Lea County, New Mexico

ATTENTION: Mr. L. A. Turner

Gentlemen:

This office is in receipt of your letter dated January 17, 1984, wherein as operator of the South Penrose Skelly Unit located in Lea County, New Mexico, you have requested our approval to the termination of this unit.

Please be advised that the Commissioner of Public Lands has this date approved your proposal to terminate the South Penrose Skelly Unit Agreement. Our approval is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Inasmuch as our approval is contingent upon like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management please advise this office as to their approval so that we may be notified as to the effective date.

Very truly yours,

BLISS PETROLEUM, INC.
Case No. 8773
4/2/86 Examiner Hearing
Exhibit No. 9

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm
encls.

cc: OCD-Santa Fe, New Mexico
BLM-Albuquerque, New Mexico
BLM-Roswell, New Mexico Attn: Mr. Armando Lopez
Chad Dickerson