



BLISS PETROLEUM, INC.

(505) 393-7320

P.O. BOX 1817

HOBBS, N.M. 88241

FILE

February 7, 1986

Ms. Martha Bogel
Marathon Oil Company
P.O. Box 552
Midland, Texas 79702

Dear Ms. Bogel:

Bliss Petroleum, Inc. is interested in purchasing certain property owned by Marathon. Our offer is for the amount of \$24,500.00 based Marathon's 100 % working interest or an 87.50 % net revenue interest in the J.W. Grizzell Lease, Lea County, New Mexico. We are requesting the shallow oil and gas rights from the surface down to a depth of 4500 feet below the surface. Included in the purchase would be the well bore, down hole equipment and surface producing equipment located in or on the J.W. Grizzell No. 2 well at the present. A description of the well and lease of interest is as follows:

J.W. Grizzell No. 2 - Penrose Skelly
(Old SPSU No. 126)

W/2 of SE/4 of Section 5, T-22-S, R-37-E (Approx. 80 acres)
Lea County, New Mexico

Please let me know if this is acceptable to Marathon. Thank you for your time and consideration in this matter.

Sincerely,

Paul Bliss - President

PB: db

BLISS PETROLEUM, INC.
Case No. 8773
4/2/86 Examiner Hearing
Exhibit No. 12

9/5-682-1626

3-21-86
Martha called:
Wanted to know if we would
purchase well & lease rights only
w/o pipe or hole in ground.

3-31-86
called Martha
offered 18,000.00 for lease
& we would have to have well
bore - 72 or other
to put and make well