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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.

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OCD Ex # 11

Case No 12976

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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.

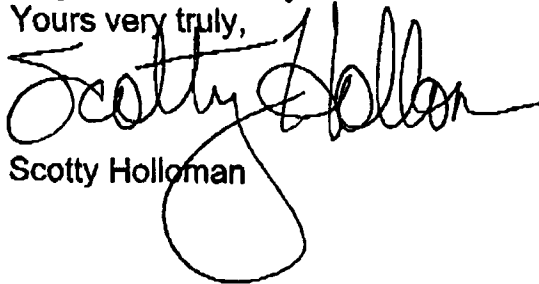
In addition since Paul Bliss did not own one hundred percent (100%) of the working

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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", with a large, stylized loop at the end.

Scotty Holloman

SH/nlm
xc: Client