

JAMES A. DAVIDSON
Oil & Gas Properties
P. O. BOX 494
MIDLAND, TEXAS 79702

March 25, 1985

(915) 682-6482 - OFFICE
694 5472 - RESIDENCE

RE: #250-Andrus/Gregory Leases
S/2, S/2 NE/4 Section 14,
T-16-S, R-38-E, N.M.P.M.,
Lea County, New Mexico

Marathon Oil Company
PO Box 552
Midland, Texas 79702

ATTENTION: MR. STEVE DANIELS
LANDMAN

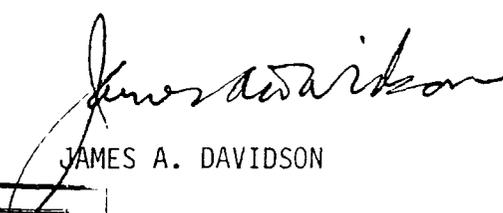
Gentlemen:

Reference made to your letter dated March 13, 1985, offering to purchase my above described leases.

Your offer is certainly worth considering and appreciated; however, I do not believe it is quite in line with what I would consider for a sale of these leases. I will be happy to discuss this further at anytime.

Thank you for contacting me in this regard.

Very truly yours,


JAMES A. DAVIDSON

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| BEFORE THE | |
| OIL CONSERVATION COMMISSION | |
| Santa Fe, New Mexico | |
| Case No. <u>8960</u> | Exhibit No. <u>10</u> |
| Submitted by <u>Marathon</u> | |
| Hearing Date <u>10/23/86</u> | |