

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF ARCH PETROLEUM INC.
FOR A NON-STANDARD GAS SPACING AND
PRORATION UNIT IN THE JALMAT GAS
POOL, LEA COUNTY, NEW MEXICO.

Case No. 13275

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

James Bruce, being duly sworn upon his oath, deposes and states:

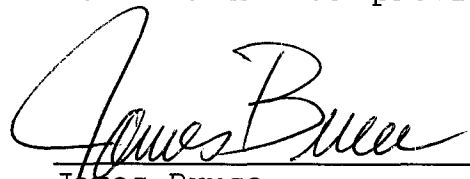
1. I am over the age of 18, and have personal knowledge of the matters set forth herein.

2. I am an attorney for Applicant.

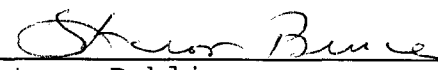
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the Application filed herein.

4. Notice of the Application was provided to the interest owners at their correct addresses by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rule 1207.


James Bruce

SUBSCRIBED AND SWORN TO before me this 26th day of May, 2004, by James Bruce.


Notary Public

My Commission Expires:
3/14/05

OIL CONSERVATION DIVISION

CASE NUMBER

EXHIBIT NUMBER 2

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

May 6, 2004

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

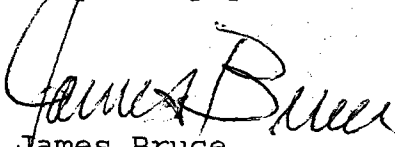
To: Offset operators or interest owners

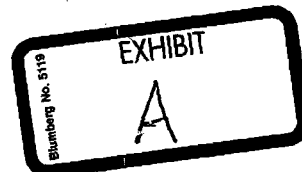
Ladies and gentlemen:

Enclosed is a copy of an application for approval of a non-standard gas spacing unit, filed with the New Mexico Oil Conservation Division by Arch Petroleum Inc., regarding the NW¼ of Section 21, Township 23 South, Range 37 East, N.M.P.M., Lea County, New Mexico. This application is scheduled to be heard at 8:15 a.m. on Thursday, May 27, 2004 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You have the right to appear at the hearing and present evidence. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

You are required to notify the Division, and the undersigned, by Friday, May 21, 2004, if you intend to enter an appearance and participate in the case.

Very truly yours,


James Bruce



OFFSET INTEREST OWNERS

Samedan Oil Corporation
P.O. Box 909
Ardmore, OK 73402

Esther L. Kelly
Elk Oil Company
P.O. Box 310
Roswell, NM 88203

Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504

Kaiser-Francis Oil Company
P.O. Box 21468
Tulsa, OK 74121

Wynn-Crosby Energy, Inc.
Suite 200
5500 West Plano Parkway
Plano, TX 75093

Westbrook Oil Corporation
P.O. Box 2264
Hobbs, NM 88241

Fulfer Oil & Gas Company
P.O. Box 578
Jal, NM 88252

Apache Corporation
Two Warren Place
Suite 1500
6120 South Yale
Tulsa, OK 74136

Attention: Mario R. Moreno, Jr.

Pure Energy Group, Inc.
Suite 220
153 Treeline Park
San Antonio, TX 78209-1880

Chisos, Ltd.
670 Dona Ana Road S.W.
Deming, NM 88030

Occidental Permian, Ltd.
P.O. Box 4294
Houston, TX 77210

Ross Travis
P.O. Box 1202
Ojai, CA 93024

Lawrence I. Travis
424 Lombard Avenue
Pacific Palisades, CA 90272

Carole A. Travis, Trustee
P.O. Box 2870
Jackson, WY 83001

George G. Travis Trust
1712 Palisades Drive
Pacific Palisades, CA 90272

Robert Miles Travis
P.O. Box 25156
Seattle, WA 98125

Cissy R. Travis, Trustee
135 Coral Cay Drive
Palm Beach Gardens, FL 33418

Elson Oil Company
Suite 1404
20 East 5th Street
Tulsa, OK 74103

Frank Seeton
1815 Union Drive
Lakewood, CO 80215

The Long Trusts
P.O. Box 3096
Kilgore, TX 75663

Tom R. Cone
P.O. Box 778
Jay, OK 74346

Kenneth G. Cone
Kenneth G. Cone, Trustee
P.O. Box 11310
Midland, TX 79702

Cathie Cone McCown
Cathie Cone McCown, Trustee
P.O. Box 507
Dripping Springs, TX 78620

Randy Lee Cone
P.O. Box 552
Jay, OK 74346

Bank of Oklahoma, Trustee for
the children of Tom R. Cone
P.O. Box 3499
Tulsa, OK 74101

Clifford Cone
P.O. Drawer 1629
Lovington, NM 88260

Blackstone Minerals Company, LP
P.O. Box 201709
Houston, TX 77216

Dorothy Campbell, Trustee
Suite 203
2323 South Voss
Houston, TX 77057

Mary Jon Bryan
P.O. Box 1358
Lindale, TX 75771

Evans Oil & Gas, L.L.C.
3513 East Old Shakopee Road
Bloomington, MN 55425

Sheridan Family Trust
2711 West Calle de Dali
Tucson, AZ 85745

BMNW Resources, L.L.C.
P.O. Box 180573
Dallas, TX 75218

Stroube Energy Corporation
No. 123, LB 249
17194 Preston Road
Dallas, TX 75248

John E. McConnell
1318 Briar Bayou
Houston, TX 77077

Leila McConnell Gadbois
2525 Stanmore Drive
Houston, TX 79019

F. Bennett Watts
P.O. Box 231
Breckenridge, TX 76424

Roy G. Barton, Jr., Trustee
1919 North Turner Street
Hobbs, NM 88240

Harry L. Jones, II Trust
2315 Candy Lane
Malabar, FL 32950

Normarth Corporation
52 Salem Ridge Drive
Huntington, NY 11743

Michael Gidwitz
Suite 1705
208 South LaSalle Street
Chicago, IL 60604

Marjo Operating Co., Inc.
P.O. Box 729
Tulsa, OK 74101

BNW, Inc.
P.O. Box 892044
Oklahoma City, OK 73189

Osprey Resources, Inc.
Suite 1512
921 Main Street
Houston, TX 77002

Estate of Max R. Chudy, Sr.
50 South Meadow Drive
Orchard Park, NY 14127

Lenox Partners
P.O. Box 3096
Mill River, MA 01244

Estate of John L. Brady
5220 West Barry Avenue
Chicago, IL 60641

Kirby Minerals
P.O. Box 268947
Oklahoma City, OK 73125

Charles T. Gallaher, II
No. 103
5080 Harmony Circle
Vero Beach, FL 32967

Joseph Wesley Gallaher, II
19008 Quail Valley Boulevard
Gaithersburg, MD 20879

OXY USA WTP Limited Partnership
P.O. Box 4294
Houston, Texas 77210

Nortex Corporation
Suite 3100
1415 Louisiana
Houston, TX 77002

JV Royalty Group
P.O. Box 2035
Roswell, NM 88202

Avalanche Royalty Partners LLC
Suite 1390
475 17th Street
Denver, CO 80202

Laura Beth Nissenbaum
Jennifer Travis Nissenbaum
135 Coral Cay Drive
Palm Beach Gardens, FL 33418

Fortson Oil Company
Suite 3301
301 Commerce Street
Fort Worth, TX 76102

Nielson & Associates Inc.
P.O. Box 2850
Cody, WY 82414

Audrey M. Curry Baker
P.O. Box 1263
Midland, TX 79702

Patricia Galt Stevens
501 Grandview Place
San Antonio, TX 78209\

June D. Speight
P.O. Drawer 1687
Lovington, NM 88260

Edward Dreessen, Jr.
P.O. Box 830
Palo Cedro, CA 96073

David Bond Kyte 1997 Trust
P.O. Box 576
Santa Barbara, CA 93102

Ingrid Powell
P.O. Box 416
Los Altos, CA 94022

Betty Kyte Dreessen Irrevocable Trust
P.O. Box 1665
Los Altos, CA 94022

Gary W. Palmer
13711 Oak Pebble
San Antonio, TX 78232

William Walton Saunders
c/o Roma Oil & Gas Inc.
8620 North New Braunfels
San Antonio, TX 78217

Robert B. Mitchell Trust
Suite 270
2323 South Voss
Houston, TX 77057

Betty Dreessen Revocable Living Trust
27447 Edgerton Drive
Los Altos, CA 94022

Cecil Bond Kyte
P.O. Box 30864
Santa Barbara, CA 93105

Miles Boldrick
P.O. Box 10668
Midland, TX 79702

James P. Boldrick
P.O. Box 10605
Midland, TX 79702

MAPOO-NET
P.O. Box 268946
Oklahoma City, OK 73126

Beverly Felts
Suite 220
8620 North New Braunfels
San Antonio, TX 78217

Saunders Family Enterprises Ltd.
Suite 220
8620 North New Braunfels
San Antonio, TX 78217