



POGO PRODUCING COMPANY

October 18, 2005

Re: Teague Prospect
Resler B 1 (Arch Well Reference A701572)
Lea County, New Mexico

Ladies and Gentlemen:

The referenced well was completed as a producer on July 9, 2005.

In this regard, enclosed, **in duplicate**, is Arch Petroleum Inc.'s Division Order dated effective with First Production for the referenced property.

If this Division Order meets with your approval, please execute as indicated per the attached instructions and return one copy to us in the prepaid envelope provided. The extra copy may be retained for your records.

Upon receipt of a completely executed Division Order, we will place your account in line for payment.

If you have any questions, please do not hesitate to call me.

Sincerely,

ARCH PETROLEUM INC.

Jesenda L. Allen
Senior Division Order Analyst
(713) 297-5058

/jla
enclosures

NMOCC CASE NO. 13274
APRIL 19, 2007
RESLER & SHELDON
EXHIBIT NO. 11

DIVISION ORDER

To: ARCH PETROLEUM INC
5 GREENWAY PLAZA
E 2700
STON, TX 77046-0504

Date: 10/18/2005
Initials: JLA

Property Number: A701572 Effective Date: FIRST PRODUCTION
Property Name: RESLER B 1
Operator: ARCH PETROLEUM INC
County and State: LEA, NEW MEXICO
Property Description: 320 ACS, M/L, BEING S/2 OF SECTION 20-T23S-R37E, LEA COUNTY, NEW MEXICO,
(AS TO THE UNITIZED YATES FORMATION ONLY).
HBP: RESLER B #1 (A701572)

Product(s): Gas: X Condensate: X Plant Products: X Oil: X

OWNER NO 23996 DECIMAL INTEREST 0.01716667 TYPE INTEREST 3 - OVERRIDING ROYALTY INTEREST

OWNER NAME/ADDRESS BONNIE RESLER KARLSRUD
840 CRESCENT BOULDER, CO 80303
458-48-8068
REMITTANCE ADDRESS BONNIE RESLER KARLSRUD
840 CRESCENT BOULDER, CO 80303
458-48-8068

The undersigned certifies the ownership of their decimal interest in production or proceeds as described above payable by ARCH PETROLEUM INC.

ARCH PETROLEUM INC shall be notified, in writing, of any change in ownership, decimal interest, or payment address. All such changes shall be effective, the first day of the month following receipt of such notice.

ARCH PETROLEUM INC is authorized to withhold payment pending resolution of a title dispute or adverse claim asserted regarding the interest in production claimed herein by the undersigned. The undersigned agrees to indemnify and reimburse ARCH PETROLEUM INC any amount attributable to an interest to which the undersigned is not entitled.

ARCH PETROLEUM INC may accrue proceeds until the total amount equals \$100.00, or pay annually or as required by applicable state statute.

This Division Order does not amend any lease or operating agreement between the undersigned and the lessee or operator or any other contracts for the purchase of oil or gas.

In addition to the terms and conditions of this Division Order, the undersigned and ARCH PETROLEUM INC may have certain statutory rights under the laws of the state in which the property is located.

WITNESS OR ATTEST

OWNER(S) SIGNATURE/TITLE:

DATE: _____

OWNER TELEPHONE NO.: _____

Federal Law requires you to furnish your _____ or _____ Number. Failure to comply will result in 28% tax withholding and will not be refundable by Payor.

PLEASE RETURN