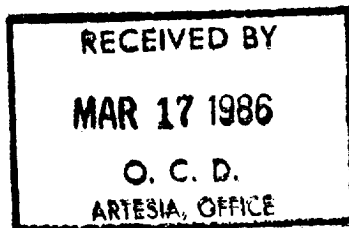




STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

ARCH PETROLEUM COMPANY
777 Taylor St
Suite II-A
Fort Worth, Texas 76102
Attn: Carolyn Smith



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

RE: Well head price ceiling
determination, NGPA of
1978

Gentlemen:

The New Mexico Oil Conservation Division has received your application for a wellhead price ceiling category determination under the sections(s) of the Natural Gas Policy Act of 1978 indicated below if your application is incomplete, forms are attached hereto, indicating the documents and further information which must be filed before your application can be considered. If your application is complete, it will be acted upon administratively unless written objection is received within 15 days of its filing.

WELL NAME AND LOCATION HUMBLE-THOMAS STATE 9-18S-28E #2-B

SECTION(S) APPLIED FOR 103

DATE APPLICATION RECEIVED Feb. 12, 1986

APPLICATION INCOMPLETE *On review this application you stated in your oath statement that the Division had granted a waiver to the well-sharing requirements, I show nothing to the effect. Furthermore, since the #1 well has no record of gas production, such a finding is not required; therefore, Sincerely, please submit a standard oath statement (Rule 16 A.5.).*

DATE: Feb. 24, 1986

NOTE:

M. Slagter

THIS FORM LETTER MUST ACCOMPANY TWO COPIES OF THE SUPPLEMENTARY INFORMATION.

Statement by Applicant Under Oath:

The surface drilling of the well for which I seek a determination was begun on or after February 19, 1977; the well satisfies any applicable federal or state well-spacing requirements; and the well is not within a proration unit: which was in existence at the time the surface drilling of the well began; which was applicable to the reservoir from which such natural gas is produced; and which applied to any other well which either produced natural gas in commercial quantities or the surface drilling of which was begun before February 19, 1977, and was thereafter capable of producing natural gas in commercial quantities. I have concluded to the best of my information, knowledge, and belief, the natural gas for which I seek a determination is produced from a new, onshore production well and the basis for such conclusion. I have no knowledge of any other information not described in the application which is inconsistent with my conclusions.

Janet Dyden
Signature

Production Clerk
Title

3-13-86
Date

817/332-9209
Phone Number

Sharon K. Locken
Notary Signature

2/7/87
Commission Expires

SEAL

