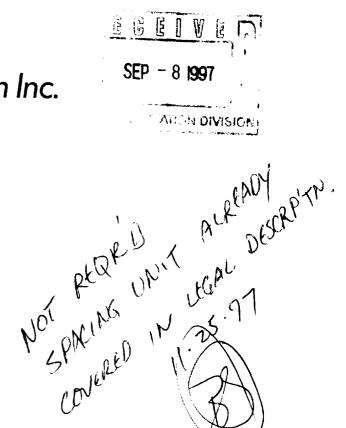


Arch Petroleum Inc.



September 5, 1997

Mr. William J. LeMay, Director State of New Mexico Energy, Minerals and Natural Resources Dept. Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

Re: Commingling Order PC-570

C. E. Lamunyon Lease NW/4, E/2 NE/4 and N/2 SW/4 Section 21 NW/4 and S/2 Section 22, N/2 Section 27, N/2 Section 28 and N/2 Section 29 all in T23S, R37E, Lea County, New Mexico

Teague Blinebry, Imperial Tubb Drinkard, Teague Abo (Gas), and Teague Devonian North

Dear Mr. LeMay:

Commingling Order PC-570 authorizes us to commingle the above pools. We respectfully request that the above order be amended to allow us to add our C. E. Lamunyon #63Y to the above order.

This well is located in Unit F, 1420' FNL and 1340' FWL of Section 27, T23S, R37E, Lea County. It is producing from the Teague Blinebry field.

Production from this well will be allocated based on well tests. If you need additional information, please let me know.

Sincerely,

Robin S. McCarley Technical Assistant

Kolen & Macley