

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

January 24, 2005

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Joanna Prukop
Cabinet Secretary

Cabinet Secretary
Latigo Petroleum, Inc.
c/o James Bruce
P. O. Box 1056
Santa Fe, New Mexico 87504

AMENDED Administrative Order NSP-1882 (L)

Dear Mr. Bruce:

Reference is made to your letter dated December 31, 2004, requesting that Division Administrative Order NSP-1882 (L), dated December 20, 2004, be amended to reflect a location change for Latigo Petroleum, Inc.'s proposed Hodges "B" Well No. 7. It is the Division's understanding that a move 40 feet east from the proposed well site is needed in order "to move the well further from an existing pipeline."

By authority granted me under the provisions of Division Rules 605.B (2) (b), 104.F (2), and the applicable provisions of the special pool rules governing the Justis (Glorieta) Gas Pool, Division Administrative Order NSP-1882 (L) is hereby amended to reflect a location change for Latigo's proposed Hodges "B" Well No. 7 to be drilled at a less-unorthodox oil well location 1880 feet from the South line and 430 feet from the West line (Unit L) of Section 1, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.

All other provisions of Division Order NSP-1882 (L) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/mes

cc: New Mexico Oil Conservation Division - Hobbs

File: Case No. 13387

Case No. 1293 NSP-1882 (L)