

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

Case 13408

January 11, 2005

2005 JAN 11 PM 2 48

Hand Delivered

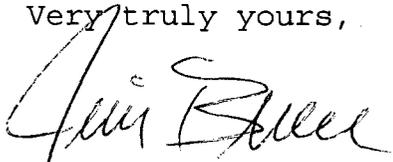
Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Florene:

Enclosed are an original and one copy of an application for an exception to Rule 104.D(3), together with a proposed advertisement, filed on behalf of Latigo Petroleum, Inc. Please set this matter for the February 3, 2005 Examiner hearing. Thank you.

The advertisement has also been e-mailed to Sally.

Very truly yours,


James Bruce

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF LATIGO PETROLEUM, INC.
FOR AN EXCEPTION TO DIVISION RULE
104.D(3), LEA COUNTY, NEW MEXICO.

2005 JAN 11 PM 2 48
No. 13408

APPLICATION

Latigo Petroleum, Inc. applies for an exception to Division Rule 104.D(3), and in support thereof, states:

1. Applicant is operator of the Federal A 13 Well No. 2, located 990 feet from the south line and 660 feet from the west line of Section 13 (Unit M), Township 9 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

2. The Federal A 13 Well No. 2 is completed in and producing from the San Andres formation (Bough-San Andres Gas Pool), and the SW $\frac{1}{4}$ of Section 13 is dedicated to the well, forming a standard 160 acre gas spacing and proration unit.

3. Applicant is also operator of the Federal A Well No. 5, located 810 feet from the south line and 1980 feet from the west line of Section 13 (Unit N).

4. Applicant desires to produce the Federal A Well No. 5 from the Bough-San Andres Gas Pool, and requests an exception to Division Rule 104.D(3) to (a) simultaneously dedicate the SW $\frac{1}{4}$ of Section 13 to the Federal A 13 Well No. 2 and the Federal A Well No. 5, and (b) produce both wells concurrently.

5. The granting of this application will prevent waste and protect correlative rights.

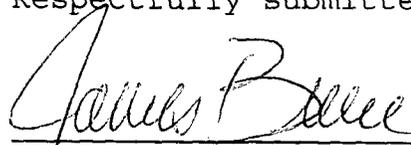
WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order granting the relief requested above.

Proposed Advertisement

Case 13408 : Application of Latigo Petroleum, Inc. for an exception to Division Rule 104.D(3), Lea County, New Mexico. Applicant seeks an exception to Division Rule 104.D(3) in order to simultaneously dedicate production from the Bough-San Andres Gas Pool (Pool Code 72680) within an existing standard 160-acre gas spacing unit comprising the SW¼ of Section 13, Township 9 South, Range 35 East, N.M.P.M., from the following two wells: (i) the Federal A 13 Well No. 2 (API No. 30-025-02651), located at an orthodox gas well location 990 feet from the South line and 660 feet from the West line (Unit M) of Section 13; and (ii) the Federal A Well No. 5, located at an orthodox gas well location 810 feet from the South line and 1980 feet from the West line (Unit N) of Section 13. The unit is located approximately 3 miles northwest of Crossroads, New Mexico.

2005 JAN 11 PM 2 48

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Latigo Petroleum,
Inc.

7004 1160 0005 8659 8949

U.S. Postal Service™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE

Postage \$
 Certified Fee
 Return Receipt Fee (Endorsement Required)
 Restricted Delivery Fee (Endorsement Required)
 Total Postage & Fees \$

Sent To
 Street, Apt. No. or PO Box No. Sheryl Ann Betenbrough Dennis
 18163 East Riverview Drive
 Austenburog, Ohio 44010
 City, State, Zip+4

PS Form 3800, June 2002 See Reverse for Instructions

APR 14 2005
 POST OFFICE
 8668-110-0005

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 Sheryl Ann Betenbrough Dennis
 18163 East Riverview Drive
 Austenburog, Ohio 44010

COMPLETE THIS SECTION ON DELIVERY

A. Signature *Sheryl Ann Dennis* Agent
 B. Received By (Printed Name) *Sheryl Ann Dennis* Addressee
 C. Date of Delivery *4/12/05*
 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: *529 E Riverview DR* No

2. Article Number (Transfer from service label) *7003 2260 0006 7451 2380*
 PS Form 3811, February 2004 102595-02-M-1540

U.S. Postal Service™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE

Postage \$
 Certified Fee
 Return Receipt Fee (Endorsement Required)
 Restricted Delivery Fee (Endorsement Required)
 Total Postage & Fees \$

Sent To
 Street, Apt. No. or PO Box No. George Davis Duwre
 6802 Rockledge Cove
 Austin, Texas 78731
 City, State, Zip+4

PS Form 3800, June 2002 See Reverse for Instructions

APR 14 2005
 POST OFFICE
 8668-110-0005

COMPLETE THIS SECTION ON DELIVERY

A. Signature *George Davis Duwre* Agent
 B. Received By (Printed Name) *George Davis Duwre* Addressee
 C. Date of Delivery *4/19/05*
 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 Sheryl Ann Betenbrough Dennis
 18163 East Riverview Drive
 Austenburog, Ohio 44010

COMPLETE THIS SECTION ON DELIVERY

A. Signature *Sheryl Ann Dennis* Agent
 B. Received By (Printed Name) *Sheryl Ann Dennis* Addressee
 C. Date of Delivery *4/12/05*
 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: *529 E Riverview DR* No

2. Article Number (Transfer from service label) *7004 1160 0005 8659 8949*
 PS Form 3811, February 2004 102595-02-M-1540

U.S. Postal Service™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE

Postage \$
 Certified Fee
 Return Receipt Fee (Endorsement Required)
 Restricted Delivery Fee (Endorsement Required)
 Total Postage & Fees \$

Sent To
 Street, Apt. No. or PO Box No. George Davis Duwre
 6802 Rockledge Cove
 Austin, Texas 78731
 City, State, Zip+4

PS Form 3800, June 2002 See Reverse for Instructions

APR 14 2005
 POST OFFICE
 8668-110-0005

COMPLETE THIS SECTION ON DELIVERY

A. Signature *George Davis Duwre* Agent
 B. Received By (Printed Name) *George Davis Duwre* Addressee
 C. Date of Delivery *4/19/05*
 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

U.S. Postal Service™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE

Postage \$
 Certified Fee
 Return Receipt Fee (Endorsement Required)
 Restricted Delivery Fee (Endorsement Required)
 Total Postage & Fees \$

Sent To
 Street, Apt. No. or PO Box No. George Davis Duwre
 6802 Rockledge Cove
 Austin, Texas 78731
 City, State, Zip+4

PS Form 3800, June 2002 See Reverse for Instructions

APR 14 2005
 POST OFFICE
 8668-110-0005

COMPLETE THIS SECTION ON DELIVERY

A. Signature *George Davis Duwre* Agent
 B. Received By (Printed Name) *George Davis Duwre* Addressee
 C. Date of Delivery *4/19/05*
 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes