

LATIGO

Petroleum, Inc.

May 3, 2005

Oil Conservation Division
Attn: Mark Fesmire, P.E.
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Agreed Compliance Order

Dear Mr. Fesmire,

In compliance with the Agreed Compliance Order, we are submitting our monthly compliance report regarding inactive wells.

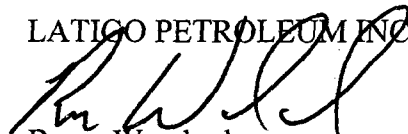
The following wells have been plugged in April 2005 and the C-103's have been filed.

Todd LSAU #324 (30-041-20079)
Todd LSAU #362 (30-041-10163)

Latigo will continue to send monthly updates. If you have any questions please give me a call at (432)684-4293.

Sincerely,

LATIGO PETROLEUM INC.


Bruce Woodard
District Operations Manager

Cc: District Office
Chris Williams
Billy Prichard
Gail MacQuesten

