



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PC-43-C

Latigo Petroleum, Inc.
550 West Texas
Suite 700
Midland, TX 79701

Attention: Donna Huddleston

The above-named company is hereby authorized to commingle oil and gas production from the North Justis-Fusselman (34790) Pool, the Justis-Blinbry (34200) Pool, the North Justis-Devonian (34280) Pool, and the Justis-Glorieta Prorated Gas (79360) Pool from the following wells located on the same lease in Lea County, New Mexico.

Hodges B Well No. 2 (API 30-025-11394)
Unit L, Section 1, Township 25 South, Range 35 East, NMPM
North Justis-Fusselman Pool

Hodges B Well No. 4 (API 30-025-11384) (Well is currently Taed)
Unit M, Section 1, Township 25 South, Range 35 East, NMPM
Justis-Blinbry Pool

Hodges B Well No. 5 (API 30-025-11386)
Unit K, Section 1, Township 25 South, Range 35 East, NMPM
North Justis-Devonian Pool

Hodges B Well No. 6 (API 30-025-24961)
Unit N, Section 1, Township 25 South, Range 35 East, NMPM
Justis-Blinbry Pool


Hodges B Well No. 7 (API 30-025-37016) New Well
Unit L, Section 1, Township 25 South, Range 35 East, NMPM
Justis-Glorieta Gas Pool, SW/4 Dedication

It is our understanding that these wells - as producing from their respective pools - have identical interests.

The operator is permitted to use periodic well tests to allocate production between wells.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Hobbs district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 28th day of June 2005.

A handwritten signature in black ink, appearing to read "Mark E. Fesmire". The signature is fluid and cursive, with the first name "Mark" being the most prominent.

MARK E. FESMIRE, P.E.,
Division Director

MEF/wvjj

cc: Oil Conservation Division – Hobbs