

Fasken Center Tower II • 550 W. Texas, Suite 700 • Midland, Texas 79701 • 432-684-4293 • 432-684-0829 FAX

VIA CERTIFIED MAIL / RETURN RECEIPT REQUESTED

October 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 well was plugged on September 7, 2005:

Gifford A State #1 (30-025-01355)

The following well was converted to injection September 29, 2005 and is waiting on a mechanical integrity test:

G H Mattix B Federal #1 – (30-025-31770)

Sundry notices are currently being prepared to P&A the Hill B #6 and to re-complete the Dallas #1.

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