

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR AN ORDER REQUIRING WILLOW CREEK RESOURCES, INC. TO PLUG ONE WELL AND ORDERING A FORFEITURE OF APPLICABLE FINANCIAL ASSURANCE IN EVENT OF OPERAOR'S NON-COMPLIANCE; EDDY COUNTY, NEW MEXICO.

CASE NO. 13715

APPLICATION FOR PLUGGING AND FORFEITURE OF BOND

1. Willow Creek Resources, Inc. ("Operator") is the operator of the following well (the subject well) in Eddy County, New Mexico:

<u>Well Name</u>	<u>API No.</u>	<u>Location</u>
Maudie Rickman #1	30-015-21064	2204 FSL/840 FWL L-3-23S-27E

2. Operator has posted the following applicable financial assurance:
\$10,000 cash bond number OCD-552, secured by collateral assignment of a cash account at Lea County State Bank.

3. The subject well has been inactive for more than one year plus ninety days, and has not been approved for temporary abandonment. This well is accordingly in violation of Division Rule 201.

WHEREFORE, the Supervisor of District II of the Division requests an order:

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- A. Determining that the subject well should be plugged and abandoned in accordance with a Division-approved plugging program.
- B. Directing the Operator to plug the subject well by a date certain, and thereafter to remediate the site in accordance with OCD Rules.
- C. Ordering that if the Operator does not plug the subject well within the time provided, the Division be authorized: (i) to plug the subject well and remediate the site; (ii) to declare forfeit the above-described financial assurance; and (iii) to take necessary and appropriate measures to recover from the Operator any costs of plugging the subject well in excess of the amount of the applicable financial assurance.

RESPECTFULLY SUBMITTED,



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