Examiner Hearing – June 8, 2006 Docket No. 20-06 Page 5 of 7

Mexico. The Applicant seeks an order requiring The Estate of Reuben F. Momsen to plug the following well and to forfeit applicable security:

Well Name

API No.

<u>Location</u>

North State #1

30-015-00931

1650 FNL/2310 FEL G-23-18S-27E

CASE NO. 13714: Continued from May 11, 2006 Examiner Hearing

Application of the New Mexico Oil Conservation Division for an Order Requiring Tenneco Oil Company to Plug 1 Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance, Chaves County, New Mexico. The Applicant seeks an order requiring Tenneco Oil Company to plug the following well and to forfeit applicable security:

Well Name

API No.

Location

Plains SL 19 #1

30-005-62270

380 FNL/2200 FEL B-19-10S-28E

CASE NO. 13715: Continued from May 11, 2006 Examiner Hearing

Application of the New Mexico Oil Conservation Division for an Order Requiring Willow Creek Resources, Inc. to Plug 1 Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance, Eddy County, New Mexico. The Applicant seeks an order requiring Willow Creek Resources, Inc. to plug the following well and to forfeit applicable security:

Well Name

API No.

Location

Maudie Rickman #1

30-015-21064

2204 FSL/840 FWL L-3-23S-27E

CASE NO. 13598: Continued from May 11, 2006 Examiner Hearing

Application of Hudson Oil Company of Texas, William A. Hudson and Edward R. Hudson for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the San Andres formation through the base of the Morrow formation in the following described acreage in Section 12, Township 17 South, Range 31 East: the N/2 to form a standard 320-acre spacing and proration unit for all formations developed on 320-acre spacing within that vertical extent which includes but is not necessarily limited to the Undesignated Fren-Morrow Gas Pool; the NW/4 to form a standard spacing and proration unit for all formations developed on 160-acre spacing within that vertical extent and the NW/4 NW/4 to form a standard spacing and proration unit for all formations developed on 40-acre spacing within that vertical extent which includes but is not necessarily limited to the Undesignated East Fren-Paddock Pool. Said units are to be dedicated to its Francotte Federal Well No. 1 to be drilled 660 feet from the North and West lines of said Section 12 to an approximate depth of 12,500 feet. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Hudson Oil Company of Texas as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 3 miles east northeast of Maljamar, New Mexico.

<u>CASE NO. 13727</u>: In the matter of the hearing called by the Oil Conservation Division for an order extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) EXTEND the West Bubbling Spring-Morrow Gas Pool (Pool Code 72960) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM

Section 35: E/2

(b) EXTEND the East Burton Flat-Morrow Gas Pool (Pool Code 73320) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 36: E/2

(c) EXTEND the East Carlsbad-Morrow Gas Pool (Pool Code 73920) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM

Section 6: All

(d) EXTEND the South Carlsbad-Morrow Gas Pool (Pool Code 73960) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 25 EAST, NMPM

Section 13: All