

PADILLA LAW FIRM, P.A.
STREET ADDRESS
1512 S. ST. FRANCIS DRIVE
SANTA FE, NEW MEXICO 87501
MAILING ADDRESS
P.O. BOX 2523
SANTA FE, NEW MEXICO 87504-2523
Telephone (505) 988-7577 Facsimile (505) 988-7592

FAX TRANSMITTAL COVERSHEET

DATE: June 7, 2006
TO: Will Jones
Oil Conservation Division
FAX NO. 505-476-3462
FROM: ERNEST L. PADILLA
RE: *OCD Case# 13,598 Hudson Oil Company of Texas*

 2 Pages Transmitted Including Coversheet

**IF YOU DO NOT RECEIVE ALL THE PAGES INDICATED ABOVE,
PLEASE CALL US BACK AS SOON AS POSSIBLE AT:**

(505) 988-7577

ASK FOR: Jo Ann

MESSAGE: Attached is Mr. Padilla's Entry of Appearance on behalf of Ard Oil, Ltd. and Ard Energy Group.

NOTE: The information contained in this facsimile message is attorney/client privileged and confidential information intended only for use by the individual or entity named above. If the reader of this message is not the intended recipient, or the employee or agent responsible for delivery to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this facsimile in error, please immediately notify us by collect telephone call and return the original message to us at the above address via the U.S. Postal Service. Thank you.

WTS 8/8/06

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

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF HUDSON OIL COMPANY OF
TEXAS, WILLIAM A. HUDSON, AND EDWARD
R. HUDSON FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

Case No. 13,598

ENTRY OF APPEARANCE

Ernest L. Padilla enters his appearance on behalf of Ard Oil, Ltd. and Ard Energy Group,
Ltd.

Respectfully submitted,



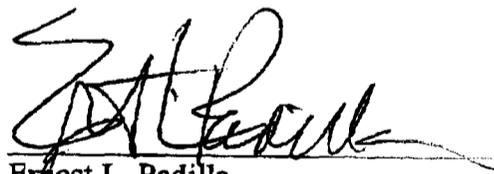
Ernest L. Padilla
Post Office Box 2523
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Ard Oil, Ltd. and Ard Energy
Group, Ltd.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following
counsel of record this 6th day of June, 2006 by facsimile transmission:

William F. Carr
Holland & Hart LLP
P.O. Box 2208
Santa Fe, New Mexico 87504
(505) 983-6043



Ernest L. Padilla

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

<u>Well Name</u>	<u>API No.</u>	
<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:

<u>Well Name</u>	<u>API No.</u>	
<u>Location</u> 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:

<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

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.

CASE NO. 13727: 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