

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary Mark E. Fesmire, P.E. Director Oil Conservation Division

April 6, 2006

Willow Creek Resources, Inc. P.O. Box 1309 Midland, TX 79702

Willow Creek Resources, Inc. c/o Davis White 2206 Mora Hobbs, NM 88240

VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Re: Case No. <u>13715</u>: Application of the New Mexico Oil Conservation Division for an Order Willow Creek Resources, Inc. to Plug One Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance; Eddy County, New Mexico

Ladies and Gentlemen:

You are hereby notified that the New Mexico Oil Conservation Division has filed the referenced Application (copy enclosed), seeking an Order requiring you to properly plug and abandon one well in Lea County, New Mexico, identified in said application.

A hearing on this application will take place before a Division hearing examiner on Thursday, May 11, 2006, at 8:15 a.m., in Porter Hall, First Floor, 1220 South St. Francis Drive in Santa Fe, New Mexico. At that hearing you will have an opportunity to show cause why an order should not be entered as requested in the Application.

You posted a cah bond, in the amount of \$10,000, secured by a collateral assignment of an account at Lea County State Bank. That security will be forfeited if an order is entered as requested and you fail to comply therewith.

Inquiries concerning this application may be directed to the undersigned in the Santa Fe office of the Division at (505)-476-3450.

Very truly yours,

Faired K. Brook

David K. Brooks Assistant General Counsel

ec: Tim Gum, District Supervisor