

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Tony Delfin**  
Deputy Cabinet Secretary

**David R. Catanach, Division Director**  
Oil Conservation Division



June 15, 2016

**Certified Mail Return Receipt #: 7013 1090 0001 7318 4395**

Amy Archuleta  
Elm Ridge Exploration Co. LLC  
PO Box 156  
Bloomfield, NM 87413

Re: Well Name AXI Apache D #02, UL D Sec 19 Twn 24N Rge 4W, Rio Arriba County,  
API # 30-039-05343

Dear Ms. Archuleta:

The 2016 Bradenhead test on the above well indicates a failure. In order to comply with Rule 19.15.16.11, prevent waste and protect fresh water, Elm Ridge is hereby directed to initiate remedial activity before **September 15, 2016**. Initial Surface Casing psi was 150. Initial Production Casing psi was 120.

The Gas analysis and wellbore schematic have been received. Gas analysis show same gas on bradenhead and production casing.

Elm Ridge filed a Notice of Intent on May 29, 2014, which was subsequently approved. However, Elm Ridge failed to initiate the remedial activity.

Please Reference: RBDMS MPK1614552589 on future correspondence for this issue.

Notify the Aztec OCD 24 hours before work is initiated.

If you have any questions, please call me at 505-334-6178, ext. 116.

Sincerely yours,

Brandon Powell  
Deputy Oil and Gas Inspector  
District III - Aztec

CC: Jicarilla Oil and Gas Administration  
BLM Farmington Office  
Well File