

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



February 17, 2017

Synergy Operating LLC
Attn: Glen O. Papp
PO Box 5513
3510 Messina Drive
Farmington, NM 87499

Mr. Papp:

On February 1, 2016, a memorandum was sent to your office at the above address requiring bradenhead tests for the year 2016, Area C. The reports were required to be submitted no later than November 1, 2016. Our well files indicate the required reports have not been submitted.

These reports are out of compliance with the Bradenhead Test Memorandum dated February 1, 2016. All wells have been pulled from the 3-year test cycle and put on a yearly test cycle. To place these wells back into their regular area test rotation Synergy Operating LLC must retest the wells in compliance with the 2017 Bradenhead Test Memorandum.

Be advised, any additional wells showing non-compliance with the Bradenhead Test Memorandum may also be pulled from the three-year cycle and put into a one year test cycle.

If your wells do not have a bradenhead, a wellbore schematic is required to be submitted on all non-plugged wells without a bradenhead explaining reason for lack of bradenhead.

If you have any questions, you can reach me at 505-334-6178, ext. 123.

Sincerely,

Monica Kuehling
Deputy Oil & Gas Inspector
District III, Aztec

CC: Well File
Navajo Nation
BLM