

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



September 12, 2018

Hilcorp Energy Company
Attn: Jodi-Lyn Curtis
1111 Travis Street
Houston, TX 77002-7002

Re: 2018 Bradenhead Test

Well: Hodges # 7, UL K Sec 22 Twn 26N Rge 8W, API # 30-045-05733

Dear Ms. Curtis,

The 2018 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, you are hereby directed to submit a plan of action before **October 12, 2018**, and initiate remedial activity before **December 4, 2018**. The initial Surface Casing psi was 87. The initial Production Casing psi was 87. The five minute Surface Casing shut in pressure was 47. The production casing pressure fell while bradenhead was open indicating there is direct communication between bradenhead and production casing.

Gas analysis and wellbore schematic have not been received.

Reference: RBDMS MPK1824339551 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. 123.

Sincerely yours,

Monica Kuehling
Deputy Oil and Gas Inspector
District III - Aztec

CC: Well File