State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



Matthias Sayer Deputy Cabinet Secretary

September 21, 2018

DJR Operating, LLC Attn: Amy Archuleta 1 Road 3263 Aztec, NM 87410

Re: 2018 Brandenhead Test

Well: Central Bisti Unit #69 UL B Sec 16 Twn 25N Rge 12W, API # 30-045-05424

Dear Ms. Archuleta:

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 21, 2018,** and initiate remedial activity before **December 21, 2018.** The initial Surface Casing psi was 45. The initial Production Casing psi was 39. The five minute Surface Casing shut in pressure was 14.

Gas analysis has been received. Gas appears to be the same on bradenhead and production casing. Please submit wellbore schematic.

Reference: RBDMS MPK1826426014 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