Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



October 29, 2018

Jodi-Lyn Curtis HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002-7002

Re: 2018 Bradenhead Test Well: Huerfano #180E, UL N Sec 18 Twn 26N Rge 9W, API # 30-045-26239

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 **November 29, 2018,** and to initiate remedial activity before **January 29, 2019.** Initial Surface Casing psi was 38. Initial Production Casing psi was 77. Five-minute shut-in pressure on Surface Casing was 18.

Gas analysis has been received. Gas appears to be similar on surface casing and production casing.

Reference: RBDMS MPK1830239384 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,

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Monica Kuehling Deputy Oil and Gas Inspector District III - Aztec

CC: Well File