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



October 29, 2018

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

Re: 2018 Bradenhead Test

Well: Huerfano #179E, UL K Sec 14 Twn 26N Rge 10W, API # 30-045-26672

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 35. Initial Production Casing psi was 199. Five-minute shut-in pressure on Surface Casing was 4.

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

Reference: RBDMS MPK1830240437 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