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

16 January 2018

Matt Henderson Hilcorp 1111 Travis Houston, TX 77002

Ref 3RP-340 Randleman No. 1 2017 Annual Groundwater Monitoring Report January 15, 2018

Mr. Henderson:

OCD has reviewed the files on the release referenced above, including the 2017 AGWMR referenced above. which describes background water quality upgradient of the site. The available information indicates Hilcorp has met the requirements of 19.15.29-30 NMAC. No further corrective action is required. This referenced remediation project is closed.

This finding by the OCD does not relieve Hilcorp of responsibility if future information shows a threat to ground water, surface water, human health, or the environment. Further, it does not relieve Hilcorp of responsibility for compliance with any federal, state, or local law.

Please plug remaining monitoring wells per requirements of the New Mexico Office of the State Engineer. Thanks.

Respectfully,

Randolph Bayliss P.E., Hydrologist, District III

Cory Smith

Environmental Specialist, District III

cc: Jeff Walker, Jim Griswold, Charlie Perrin, Brandon Powell, Vanessa Fields