MOMENTUM

OPERATING CO. INC.

224 SOUTH MAIN
P.O. BOX 2439
ALBANY, TEXAS 76430
(325) 762-2366 (325) 762-3331 FAX (325) 762-3332

ADD 9 9 2040

HOBBS OC

APR 2 2 2016

RECEIVED

April 18, 2016

Oil Conservation Division 1625 French Drive Hobbs, New Mexico 88240

RE:

Teas Yates Unit No. 2-1

30-025-01720 F-12-20S-33E

Dear Sirs,

Our company Momentum Operating Co., Inc. is in receipt of a violation letter dated 4/11/2016 in reference to the above mentioned well. The well is currently shut-in. We have a rig on the well currently and will have the issues resolved this week. Momentum will be retesting the well the week of April 25th. Momentum will properly notify you of the re-test and the results as soon as they are made available.

If you should have any questions or concerns, please get in contact with me and I will be happy to help in any way that I can.

Best.

Megaen Birdwell

Land Manager

Momentum Operating Co., Inc.

megaen@momentumoperating.com

325-762-2366 x108