

December 18, 2018

State of New Mexico Oil Conservation Division 1625 N. French Dr. Hobbs, NM 88240 Attn: Mr. Paul Kautz, District Geologist

RE: Enstor Grama Ridge Storage and Transportation, LLC Mechanical Integrity Test (Form C-103) Well: Grama Ridge Morrow Unit No. 8 (API# 30-025-39922) Lea County, NM

Dear Paul,

Per our phone conversation, enclosed you will find OCD Form C-103 and the chart for the Mechanical Integrity Test (MIT), performed on the above referenced well. The date the MIT was performed was 12/15/2018. A copy of the MIT results is also being sent to the Bureau of Land Management – Carlsbad, NM, under a separate cover letter.

Upon review of the attached and acceptance of the successful MIT, please confirm that the Shut-in Directive issued by NMOCD on 6/21/17 for the above referenced well has been removed so that we can commence operations.

Should you have any questions or require additional information, please do not hesitate to contact me at (281) 374-3089 or by email <u>nick.nicodemus@enstorinc.com</u>.

Regards,

Nick Nicodemus Director, Land and Regulatory Affairs

Enclosures

Enstor, Inc. 20329 State Highway 249, Suite 500 Houston, TX 77070 Telephone (281) 374–3050 www.enstorinc.com