This form is not to be used for reporting packer leakage tests in Southeast New Mexico

Oil Conservation Division

Northwest New Mexico Packer-Leakage Test

Page 1 Revised June 10, 2003

Operator BR			Lease	Name COMP	PANERO		Well No. 2
ocation of We	ell: Unit l	_etter O Se	ec 12	Twp027N	Rge	004W API	# 30-039-22026
	Name of Reservoir or Pool			Type of Prod		Method of Prod	Prod Medium
Upper Completion	PC		Gas	Gas		W	Tubing
Lower Completion	MV		Oil	Oil		ificial Lift	Tubing
			Pre-Flow S	Shut-In Pressu	re Data		
Upper Completion	Hour, Date, Shut-In			Length of Time Shut-In		ress. PSIG	Stabilized?(Yes or No)
		1/2015		144 hours		221	Yes
Lower		Hour, Date, Shut-In		Length of Time Shut-In		ress. PSIG	Stabilized?(Yes or No)
Completion	6/1	1/2015	120	120 hours		256	Yes
	ommenced at: 6/16/2015		DDEG	Zone Producing (Upper or Lower): LOWER			
Time (date/tim	ne)	Lapsed Time Since*			Prod Zon Temperatu	The state of the s	
6/16/2015		0	221	256			
6/16/2015 8:51:43 AM		8	221	156	_		
6/17/2015		24	221	148			
Production rat	e during	test					
Dil:BPOD Based on:B		Bbls. In	ls. In Hrs.		GravGOR		
Gas		MCFPD; Test th	ru (Orifice or N	leter)			
			B#: 4 T 4 C	Nova In Dunna	Data		
Upper Completion	Upper Hour, Date, Shut-In			Length of Time Shut-In		Press. PSIG	Stabilized?(Yes or No)
Lower Completion	Hour, Da	Date, Shut-In Length of Time S		of Time Shut-In	SII	Press. PSIG	Stabilized?(Yes or No)

(Continue on reverse side)

OIL CONS. DIV DIST. 3 JUN 26 2015

Flow Test No. 2

Commenced at:			Zone Pro	Zone Producing (Upper or Lower)			
Time (date/time)	Lapsed Time Since*		SURE	Prod Zone Temperature	Remarks		
(date/time)	Since	Upper zone	Lower zone	remperature	Nemano		
Production rate during	g test						
Oil:BPOI	D Based on:	Bbls. In	Hrs.	Grav.	GOR		
Gas	MCFPD; Test t	hru (Orifice or N	leter)				
Remarks:							
I hereby certify that th	e information herein	contained is true	and complete	to the best of my ki	nowledge.		
Approved:	7-6	20 15	Opera	tor: BR			
	onservation Division		By:				
By: 25-10	1/711		Title:		ator		
	I O CAC INC.	corna					
Title: DEPUTY 0	IL& GAS INSP	ECLIK	Date:	Date: Monday, June 22, 2015			

NORTHWEST NEWMEXICO PACKER LEAKAGE TEST INSTRUCTIONS

A packer leakage test shall be commenced on each multiply completed well within seven days after actual
completion of the well, and annually thereafter as prescribed by the order authorizing the multiple completion.
Such tests shall also be commenced on all multiple completions within seven days following recompletion and/or
chemical or fracture treatment, and whenever remedial work has been done on a well during which the packer or
the tubing have been disturbed. Tests shall also be taken at any time that communication is suspected or when
requested by the Division.

DISTRICT #3

- 2. At least 72 hours prior to the commencement of any packer leakage test, the operator shall notify the Division in writing of the exact time the test is to be commenced. Offset operators shall also be so notified.
- 3. The packer leakage test shall commence when both zones of the dual completion are shut-in for pressure stabilization. Both zones shall remain shut-in until the well-head pressure in each has stabilized, provided however, that they need not remain shut-in more than seven days.
- 4. For Flow Test No. 1, one zone of the dual completion shall be produced at the normal rate of production while the other zone remains shut-in. Such test shall be continued for seven days in the case of a gas well and for 24 hours in the case of an oil well. Note: if, on an initial packer leakage test, a gas well is being flowed to the atmosphere due to lack of a pipeline connection the flow period shall be three hours.
- 24-hour oil zone tests: all pressures, throughout the entire test, shall be continuously measured and recorde with recording pressure gauges the accuracy of which must be checked at least twice, once at the beginning and once at the end of each test, with a deadweight pressure gauge. If a well is a gas-oil or an oil-gas dual completion, the recording gauge shall be required on the oil zone only, with deadweight pressures as required above being taken on the gas zone.
- 8. The results of the above-described tests shall be filed in triplicate within 15 days after completion of the test. Tests shall be filed with the Aztec District Office of the New Mexico Oil Conservation Division on Northwest New Mexico Packer Leakage Test Form Revised 10-01-78 with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only).

- $6. \quad Flow \ Test \ No. \ 2 \ shall \ be \ conducted \ even \ though \ no \ leak \ was \ indicated \ during \ Flow \ Test \ No. \ 1. \ Procedure \ for \ Flow \ Test \ No. \ 2 \ is \ to \ be \ the \ same \ as \ for \ Flow \ Test \ No. \ 1 \ except \ that \ the \ previously \ produced \ zone \ shall \ remain \ shut-in \ while \ the \ zone \ which \ was \ previously \ shut-in \ is \ produced.$
- intervals as follows: 3 hours tests: immediately prior to the beginning of each flow period, at fifteen-minute intervals during the first hour thereof, and at hourly intervals thereafter, including one pressure measurement immediately prior to the conclusion of each flow period. 7-day tests: immediately prior to the beginning of each flow period, at least one time during each flow period (at approximately the midway point) and immediately prior to the conclusion of each flow period. Other pressures may be taken as desired, or may be requested on wells which have previously shown questionable test data.

 24-hour oil zone tests: all pressures, throughout the entire test, shall be continuously measured and recorded with recording pressure gauges the accuracy of which must be checked at least twice, once at the beginning and

7. Pressures for gas-zone tests must be measured on each zone with a deadweight pressure gauge at time

5. Following completion of Flow Test No. 1, the well shall again be shut-in, in accordance with Paragraph 3