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

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Oil Conservation Division

Northwest New Mexico Packer-Leakage Test

Page 1 Revised June 10, 2003

| Operator Hilcorp Energy Com | ipany | | Lea | se Name | GONZA | LES GAS | COM A | | Well No. | 1 |
|-------------------------------|-------|-----|-----|---------|-------|---------|-------|------|--------------|---|
| Location of Well: Unit Letter | I | Sec | 20 | Twp | 029N | Rge | 010W | API# | 30-045-60259 |) |

| | Name of Reservoir or Pool | Type of Prod | Method of Prod | Prod Medium |
|---------------------|---------------------------|-----------------|-------------------|----------------|
| Upper Completion | FRS | Gas | Flow | Tubing |
| Lower Completion | PC | Gas | Flow | Tubing |

Pre-Flow Shut-In Pressure Data

| Upper | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |
|------------|---------------------|------------------------|----------------|------------------------|
| Completion | 8/20/2018 | 72 hours | 44 | Yes |
| Lower | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |
| Completion | 8/20/2018 | 81 hours | 36 | Yes |

| | | Flo | w Test No. 1 | | |
|---------------------|-----------------------|-----|--------------------|--------------------------|------------------|
| Commenced at: | 8/23/2018 | | Zone Pro | oducing (Upper | or Lower): UPPER |
| Time (date/time) | Lapsed Time Since* | | SURE Lower zone | Prod Zone Temperature | Remarks |
| 8/23/2018 9:09 AM | 9 | 17 | 37 | 86 | |

Production rate during test

Oil: BPOD Based on: Bbls. In Hrs. Grav. GOR

Gas MCFPD; Test thru (Orifice or Meter)

Mid-Test Shut-In Pressure Data

| Upper Completion | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |
|---------------------|---------------------|------------------------|----------------|------------------------|
| Lower Completion | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |

(Continue on reverse side)



| Zone Prod Zone Yemperature (Upper Zone Yemperature) Time (date/time) Lapsed Time Since* Prod Zone Temperature Prod Zone Temperature Remarks Image: | | | | | |
|---|--|--|--|--|--|
| | | | | | |
| (date/time)Since*Upper zoneLower zoneTemperatureRemarksImage: Since definition of the second secon | | | | | |
| Image: Sector of the sector | | | | | |
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| | | | | | |
| Production rate during test | | | | | |
| Oil: BPOD Based on: Bbls. In Hrs. Grav. GOR | | | | | |
| Gas MCFPD; Test thru (Orifice or Meter) | | | | | |
| | | | | | |
| Remarks: | | | | | |
| | | | | | |
| | | | | | |
| I hereby certify that the information herein contained is true and complete to the best of my knowledge. | | | | | |
| Approved: 29 aug 20 18 Operator: HEC | | | | | |
| New Mexico Oil Conservation Division By: Andrew Harris | | | | | |
| By: John Defans Title: Multi-Skilled Operator | | | | | |
| | | | | | |
| Title: Deputy Oil & Gas Inspector, District #3 Date: Monday, August 27, 2018 | | | | | |
| NORTHWEST NEWMEXICO PACKER LEAKAGE TEST INSTRUCTIONS | | | | | |
| 1. A packer leakage test shall be commenced on each multiply completed well within seven days after actual 6. Flow Test No. 2 shall be conducted even though no leak was indicated during Flow Test No. 1. | Procedure | | | | |
| 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 | e shall | | | | |
| the tubing have been disturbed. Tests shall also be taken at any time that communication is suspected or when | 7. Pressures for gas-zone tests must be measured on each zone with a deadweight pressure gauge at time 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 | | | | |
| intervals during the first hour thereof, and at hourly intervals thereafter, including one pressure measur | | | | | |
| Division in writing of the exact time the test is to be commenced. Offset operators shall also be so notified. | | | | | |
| which have previously shown questionable test data. 24-hour oil zone tests: all pressures, throughout the entire test, shall be continuously measured an | nd recorded | | | | |
| stabilization. Both zones shall remain shut-in until the well-head pressure in each has stabilized, provided once at the end of each test, with a deadweight pressure gauge. If a well is a gas-oil or an oil-gas dual | 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 | | | | |
| nowever, that they need not remain shut-in more than seven days. above being taken on the gas zone. | | | | | |
| 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 shurt-in. Such test shall be continued for seven days in the case of a gas well and for 24 hours in the case of a not invel. Note: if on an initial nacker leakage test, a gas well is being flowed to the The results of the above-described tests shall be filed in triplicate within 15 days after completion | of the test | | | | |
| 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. | | | | | |

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