OIL CONSERVATION DIVISION 2001 NORTHWEST NEW MEXICO PACKER-LEA

Operator	GREYSTONE ENER	RGY , INC.	Lease	MCINI	YKE	40:5	vveii no.		
Location of Well	Unit K Sec.	11	Twp.	26N	Rge. 4	W.	22 12 02 61 91 S	30-039-21609	
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	NAME OF RESERVOIR OR POOL	TYPE OF PROD. (Oil or Gas)	METHOD OF PROD. (Flow or Art. Lift)	PROD. MEDIUM (Tbg. or Csg.)
Upper Completion	MESA VERDE	GAS	FLOW	TBG
Lower Completion	DAKOTA	GAS	FLOW	TBG

PRE-FLOW SHUT-IN PRESSURE DATA

	· · · · · · · · · · · · · · · · · · ·			
Upper	Hour, date shut-in	Length of time shut-in	SI press. psig	Stabilized? (Yes or No)
Completion	5/18/01	3 DAYS	226	Yes
		<u></u>	SI press. psig	Stabilized? (Yes or No)
Lower] , toda, data di a	1	429	Yes
Completion	15/18/01	3 DAYS	429	163

FLOW TEST NO. 1

Commenced	at (hour, date) *	5/21/01			Zone producir	ng (Upper or Lower): LOWER		
TIME	TIME LAPSED TIME		PRESSURE					
(hour, date)	Since *	Upper Completion		Lower Completion	TEMP.	REMARKS		
		csg	tbg	tbg				
05/19		211	211	339		Both Zones Shut In		
05/20		219	219	376		Both Zones Shut In		
05/21		226	226	429		Both Zones Shut In		
05/22	1 day	231	231	256		Lower Zone Flowing		
05/23	2 days	234	234	191		Lower Zone Flowing		
						(See Flow Test #2)		

Production rate during test

Oil:	BOPD based on	Bbls. in	Hours	Grav.	GOR
Gas:	43	MCFPD: Tested thru (C	rifice or Meter):	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	Hour, date shut-in	Length of time shut-in	SI press. psig	Stabilized? (Yes or No)

FLOW TEST NO. 2

	at (hour, date) **	5/30/01		Zone Producing (Upper or Lower): Upper
Time LAPSED TIME		PRESSURE		PROD. ZONE	
(hour, date)	SINCE **	Upper Completion	Lower Completion	TEMP.	REMARKS
5/28		213	231		Both Zones Shut-In
5/29		224	246		Both Zones Shut-In
5/30		231	299		Both Zones Shut-In
5/31	1 Day	199	344		Upper Zone Flowing
6/01	2 Days	191	377		Upper Zone Flowing
					oppor zone r lowing

Production rate during test

Oil:	ВОР	D based on	Bbls. in	Hrs.	Grav	GOR	
Gas:	49	MCFPD: T	ested thru (Orifice or Meter)	— —— :			
Remarks:							
hereby certify the	hat the informa	tion herein contair	ned is true and complete to	the best of m	v knowledge.		
Approved		<u>-6 2001 :</u>	2001 Oper		EYSTONE EN	ERGY. INC.	
New Mexico (ation Division	,	7	, Par 1 -	≠	
OFICE	NAL SIGNED	BY CHEMET. P	By	Kay	Alchai	un	
Ву	·		Title	P X C	DUCTION TE	CHNICIAN	
Title	ilan de e	The state of the s	Date	06/0	04/01		

NORTHWEST NEW MEXICO PACKER LEAKAGE TEST INSTRUCTIONS

- 1. 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 distrubed. Tests shall also be taken at any time that communication is suspected or when requested by the Division.
- 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 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 the lack of a pipeline connection the flow period shall be three hours.
- Following completion of Flow Test No. 1, the well shall again be shut-in in accordance with Paragraph 3 above.
- 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 shurt-in while the zone which was previously shurt-in is produced.
- 7. Pressures for gas-zone tests must be measured on each zone with a dead-weight pressure gauge at time intervals as follows: 3 hours tests: immediately prior to the beginning of each flow-period, at fifteen-nminute 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 once at the end of 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 10-01-98 with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only)