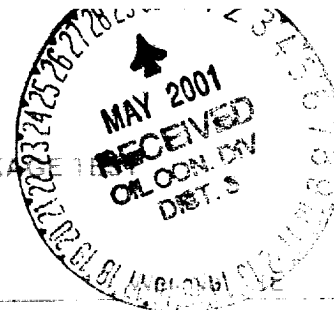


**OIL CONSERVATION DIVISION**  
2001  
**NORTHWEST NEW MEXICO PACKER-LEAKAGE TEST**



Well: GREYSTONE ENERGY, INC.

Lease: CHAMPLIN

Location of Well: Unit J Sec. 35 Twp. 27N Rge. 4W API # 30-039-23529

|                  | NAME OF WELL (OR OR PROD.) | TYPE OF PROD.<br>(Oil or Gas) | METHOD OF PROD.<br>(Flow or Art. Lift) | PROD. MEDIUM<br>(Fog. or Csg.) |
|------------------|----------------------------|-------------------------------|----------------------------------------|--------------------------------|
| Upper Completion | GALLUP (non-productive)    | GAS                           | FLOW                                   | TBG                            |
| Lower Completion | DAKOTA                     | GAS                           | FLOW                                   | TBG                            |

**PRE-FLOW SHUT-IN PRESSURE DATA**

|                  |                                       |                                         |                              |                                       |
|------------------|---------------------------------------|-----------------------------------------|------------------------------|---------------------------------------|
| Upper Completion | Hour, date shut-in<br><u>N/A</u>      | Length of time shut-in<br><u>N/A</u>    | SI press. psig<br><u>995</u> | Stabilized? (Yes or No)<br><u>YES</u> |
| Lower Completion | Hour, date shut-in<br><u>05/04/01</u> | Length of time shut-in<br><u>3 DAYS</u> | SI press. psig<br><u>520</u> | Stabilized? (Yes or No)<br><u>YES</u> |

**FLOW TEST NO. 1**

| Commenced at (hour, date) * |                        | <u>5/7/01</u>    |                  |            | Zone producing (Upper or Lower): |                                                        | <u>LOWER</u> |
|-----------------------------|------------------------|------------------|------------------|------------|----------------------------------|--------------------------------------------------------|--------------|
| TIME<br>(hour, date)        | LAPSED TIME<br>Since * | PRESSURE         |                  |            | PROD. ZONE<br>TEMP               | REMARKS                                                |              |
|                             |                        | Upper Completion | Lower Completion |            |                                  |                                                        |              |
|                             |                        | <b>csg</b>       | <b>tbq</b>       | <b>tbq</b> |                                  |                                                        |              |
| 5/5/01                      |                        | 995              | 995              | 450        |                                  | Both Zones Shut In                                     |              |
| 5/6/01                      |                        | 995              | 995              | 500        |                                  | Both Zones Shut In                                     |              |
| 5/7/01                      |                        | 995              | 995              | 520        |                                  | Both Zones Shut In                                     |              |
| 5/8/01                      | 1 DAY                  | 995              | 995              | 205        |                                  | Lower Zone Flowing                                     |              |
| 5/9/01                      | 2 DAYS                 | 995              | 995              | 100        |                                  | Lower Zone Flowing                                     |              |
|                             |                        |                  |                  |            |                                  | Gallup is not hooked to sales line.<br>Non-Productive. |              |

Production rate during test

Oil: \_\_\_\_\_ BOPD based on \_\_\_\_\_ Bbls. in \_\_\_\_\_ Hours \_\_\_\_\_ Grav \_\_\_\_\_ GOR \_\_\_\_\_

Gas: 59 MCFPD Tested thru (Orifice 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 Completion | Hour, date shut-in | Length of time shut-in | SI press. psig | Stabilized? (Yes or No) |

(Continue on reverse side)

## NORTHWEST NEW MEXICO PACKER-LEAKAGE

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## FLOW TEST NO. 2

| DATE | WELL NAME | Zones Producing (Upper or Lower) |            |
|------|-----------|----------------------------------|------------|
|      |           | Upper Zone                       | Lower Zone |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |
|      |           |                                  |            |

Production rate during test

Oil: \_\_\_\_\_ BOPD based on \_\_\_\_\_ Bbls. in \_\_\_\_\_ Hrs. \_\_\_\_\_ Grav. \_\_\_\_\_ GOR \_\_\_\_\_

Gas \_\_\_\_\_ MCFPD Tested thru (Orifice or Meter) \_\_\_\_\_

Remarks: \_\_\_\_\_

I hereby certify that the information herein contained is true and complete to the best of my knowledge.

Approved \_\_\_\_\_, 2001

New Mexico Oil Conservation Division

ORIGINAL SIGNED BY CHARLIE T. PETER

By \_\_\_\_\_

Title \_\_\_\_\_

Operator GREYSTONE ENERGY, INC.

By *Ray S. Eckstein*

Title PRODUCTION TECHNICIAN

Date 05/22/01

## 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 disturbed. Tests shall also be taken at any time that communication is suspected or when requested by the Division.

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 completions 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 10-hour days in the case of a gas well and for 24-hour days in the case of an oil well. Note: For an oil or packer leakage test, a gas well is being flowed to the atmosphere due to the lack of a separator, where on the flow period shall be three hours.

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

6. For Flow Test No. 2 and 3, conducted even though no leak was indicated during Flow Test No. 1, the procedure for Flow Test No. 2 is 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.

7. Pressures for gas zone tests must be measured on each zone with a deadweight pressure gauge at time intervals as follows: 3-hour 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. 24-hour 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 the 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 Acting District Office of the New Mexico Oil Conservation Division on Northwest New Mexico Packer Leakage Test Form Revised 10-1-98 with all deadweight pressures, nitrogen test gas as well as the following temperatures (gas zones only) and gravity and GOR (oil zones only).