This form is <u>not</u> to be used for reporting packer leakage tests in Southeast New Mexic

NEW MEXICO OIL CONSERVATION DIVISION

OPTIMET NEW MEXICO DA CHED LEAVACE TECT

Page 1 Revised June 10, 2003

n Southeast New				NEW MEXICO				Well	10, 2003
Operator X	(TO Energ	y In	<u> </u>		Lease Nan	No. #9			
	ell: Unit Letter _	•		7 Twp <u>30</u>) 	<i> W</i> API #	# 30-0 _45	24699	
	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	Farmington Sand	Picture	ed cliff	GAS	GAS	Flow	Flow	csg	Tha
Lower Completion	Mesa Verde		GAS		Flow		Tba		
	F.S.			e-Flow Shut-In			~		
Upper Completion	Hour, Date, Shut	oPh 5:			167 hrs		200		(Yes or No)
Lower Completion	Hour, Date, Shut		06	Length of Ti	me Shut-In 29 hrs	SI Press. P	_	Stabilized?	(Yes or No)
				Flow Tes	et No. 3				
Commenced a	at (hour, date)* 4	:15 m	12-0	6-06	Zone producing	g (Upper or I	_ower): / /	rustland	Sand
Time (Hour, Date)	Lapsed Time	Upper	Pres	ssure Lower Compl.	Prod. Zo	one Rema	rks		
4:30 g/m 12-6-06	15 min	200	PC 210	mv 339			rt Uen	ting Frui	+land
4:45 P/m 12-6-06	30 min	192		339		San	d @ 4:1:	5 m 12	-6-06
5:00 P/m	45 min	185	205	339					(100) [(2 (
5:15 Plm 12-6-06	1 hr	185	205	339			OIL CONS. D		
6:15 Plm 12-6-06	2 hrs	140	205	339					
7:15 P/m 12-6-06	3 hrs	124	205	339				m 12-6	
roduction rate	e during test								
oil: <u> </u>	BOPD based o	on	Bbl	s. In	Hrs	Grav.		GOR	
as: O	MCFP	D; Test t	thru (Orifi	ice or Meter): _					
			Mi	d-Test Shut-In	Pressure Dat	ta			
Upper	Hour, Date, Shut-In			Length of Tim	o Chut In	SI Press. Psig		Stabilized? (Yes or No)	
Completion		-111		Length of Tim	e Silut-III	D1 1 1033. 1 3	15	Stabilized:	(TES OF NO)

(Continue on reverse side)

This is the 3rd test for the Aztec # 9 well

	,		Flow Test	No. 2				
Commenced a	t (hour, date)**		Z	Zone producing (Upper or Lower):				
Time	Lapsed Time	Pre	ssure	Prod. Zone	Remarks			
(Hour, Date)	Since**	Upper Compl.	Lower Compl.	Temp.				
					•			
1)/1		ļ	`					
MA								
	,		,					
,								
		1						
Production rate	during test	1		<u>. </u>				
Oil:	BOPD based	d on 🕒	Bbls. In	Hrs.	Grav GOR			
Gas:	MCFP	D; Test thru (Orif	rice or Meter):	-				
Remarks:								
[hamahu aamifu	that the informat	tion harain contai	and is true and an	malata to the heat	of my knowledge			
		non nerem contan	ied is true and co		of my knowledge.			
Approved	EC 28 2006		20	Operator	ITA FARRAY INC			
New Mexico O	il Conservation I	Division		· · · · · · · · · · · · · · · · · · ·	, , , , , , , , , , , , , , , , , , ,			
	1			By Jin	my Costalez			
_ 11 J	Manuer	·		Operator x70 Energy Inc By Jimmy Costalez Title Production Foreman				
3y X · V	Manuel		Title troduction toreman					
TitleC	il & Gas inspecto	DR, DIST. Æ3		E-mail Address Jinmy-Costalez Extrangy. Com Date December 07, 2006				
		,		~				
				Date	ecember 07, 2006			

Northwest New Mexico 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 innually 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 vell during which the packer or the tubing have been disturbed. Tests hall also be taken at any time that communication is suspected or when equested by the Division.

.. At least 72 hours prior to the commencement of any packer leakage est, the operator shall notify the Division in writing of the exact time the est is to be commenced. Offset operators shall also be so notified.

The packer leakage test shall commence when both zones of the dual ompletion are shut-in for pressure stabilization. Both zones shall remain hut-in until the well-head pressure in each has stabilized, provided owever, that they need not remain shut-in more than seven days.

For Flow Test No. 1, one zone of the dual completion shall be roduced at the normal rate of production while the other zone remains hut-in. Such test shall be continued for seven days in case of a gas well nd 24 hours in the case of an oil well. Note: if, on an initial packer eakage test, a gas well is being flowed to the atmosphere due to the lack f a pipeline connection the flow period shall be three hours

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

- 6. 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.
- 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 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 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 Aziec District Office of the New Mexico Oil Conservation Division on Northwest New Mexico Packer Leakage Test Form Revised 11-16-98. with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only).