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

NEW MEXICO OIL CONSERVATION DIVISION

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NORTHWEST NEW MEXICO PACKER LEAKAGE TEST

Revised June 10, 2003

Operator	KTO Ene	ergy	<i>Inc</i>			Lease Nar	ne <u>Az</u>	tec	Well No. #9			
Location Of Well: Unit Letter M Sec 09 Twp 301 Rge 11 W API # 30-0 452 4699												
	Name of Reservoir or Pool			Type of Prod. (Oil or Gas)			Method of Prod. (Flow or Art. Lift)		Prod. Medium (Tbg. Or Csg.)			
Completion	Farmington Sand	middle Picture	e d cliff	GAS		GAS	Flow	Flow				
Lower Completion				GAS			Flow		Tbg			
F.S. Pre-Flow Shut-In Pressure Data												
	Hour, Date, Shut-In 10-31-06 10-31-06 1:30 Pm			Length of Time Shut-In 145.5hr 145.5 hrs			SI Press. Psig 190 / 192		Stabilized? (Yes or No)			
Lower Completion	Hour, Date, Shu	it-In -06 /:	30P/m	Length of		Shut-In	SI Press.	_	Stabilized? (Yes or No)			
Flow Test No. 1												
Commenced a	at (hour, date)*3	:00°m	11-06	- 2006	Zon	e producing		Lower):	Mesa Verde.			
Time	Lapsed Time		Pre	ssure		Prod. Zo	ne Remarks					
(Hour, Date)	Since*	Upper FS	Compl.	Lower Comp	<u> 21.</u>	Temp		•				
2:30 P/m			PC	- +			-/		S 1.0			
11-7-06 2:00 P/m	25 hrs	192	201	178			FI	wa to	Sales. RCVD DEC2810			
11-8-06	48.5 hrs	200	195	177								
2:30 P/m									or che Ti			
11-9-06	73 hrs	200	197	172								
10:30 Alm		.										
11-10-06 11-11-06 Mm	93 hrs	200	194	177								
11-11-06 mm	117 hrs	206	195	/80								
11-12-06 11-13-06	138.5 hrs	206	189	184								
11-13-06 12:30 V/m	168 hrs	202	197	172								
11-14-06	191 hrs	200	205	172								
Production rate during test Oil: BOPD based on Bbls. In Hrs Grav GOR												
Gas: MCFPD; Test thru (Orifice or Meter):												
	FS	PC		d-Test Shut-				PC				
1 !	Hour, Date, Shu	, , ,	-31-06	Length of Ti		hut-In	SI Press. I		Stabilized? (Yes or No)			
	16-31-06 1:30		0Vm	697 hr		I 4 Y		222	C+=L111==J0 (V-===N1)			
:	Hour, Date, Shu		6	Length of Ti		nut-in	SI Press. I		Stabilized? (Yes or No)			

(Continue on reverse side)

·				Flow Te	st N	o. 2	m:dde			
Commenced a	at (hour, date)**	7.30 %	1 11-29		Zor	Zone producing (Upper or Lower): Pictured Cliffs				
Time	Lapsed Time	Pressure			Prod. Zone	Remarks				
(Hour, Date)	Since**	Upper Compl. Lower Comp		l.	Temp.					
2:45 F/m		FS	PC	mv						
11-29-06	15 min	220	103	335			Start venting Picture Chif			
3:00 P/m	30	210	92	330			Start venting Ficture Chiff C2:30 Pm 11-29-06			
11-29-06	30 min	218	10	330			-2.30 mm 112706			
3:15 P/m 11-29-06	45 min	215	92	330						
3130 P/m		:								
11-29-06	1 hr	215	30	330						
4:30 Pm	21	alm	20	270						
11-29-06	2 hrs	210	30	330			Shut well in to Stabilize.			
5:30 P/m H-29-06	3 hrs	210	30	325			C 5:30 P/m 11-29-06			
Production rate	during test		,				330			
		d on	-	Bbls. In	-	Hrs.	Grav GOR			
Gas: _		D; Test t	hru (Orif	ice or Meter):						
	ext Page	i (7	rd to	1 (3	2 ^	no c \	,			
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Lhereby certify	that the informat	tion herei	n contair	ned is true and	comi	nlete to the best	of my knowledge.			
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Approved	DEC 28 2006				Operator	XTO Energy Inc.				
New Mexico O	il Conservation I	Division					• • • • • • • • • • • • • • • • • • •			
1	1				By Jimmy Costalez					
Зу /	Villanu						roduction Foreman			
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Γitle	eputy oil & Gas	INSPECTO	t, Dist. 🐔	•		E-mail Address 1: - Costalez Exto energy Com				
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			Northwest	New Mexico Pack	er I.eo	Date <u>Le</u> kage Test Instructio	cember 07, 2006			
				A TOTAL ATTACATED A ALK		MALL TOT THOSE MUSIC	HD .			

.. 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-takage 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 hut-in, in accordance with Paragraph 5 above.

- 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 Aztec 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).