



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

MECHANICAL INTEGRITY TEST REPORT

(TA OR UIC)

Date of Test March 23, 2004 Operator Synergy Operating LLC API # 30-0 43-20949

Property Name Cagle Springs 8 Pad Well # 1 Location: Unit B Sec 8 Twn 19 Rge 4

Land Type:

State _____
Federal X
Private _____
Indian _____

Well Type:

Water Injection _____
Salt Water Disposal _____
Gas Injection _____
Producing Oil/Gas _____
Pressure observation _____

Temporarily Abandoned Well (Y/N): _____ TA Expires: _____

Casing Pres. 0 Tbg. SI Pres. 0 Max. Inj. Pres. _____
Bradenhead Pres. 280 psi Tbg. Inj. Pres. _____
Tubing Pres. _____
Int. Casing Pres. _____

Pressured annulus up to 500 psi. for 15 mins. Test passed / failed

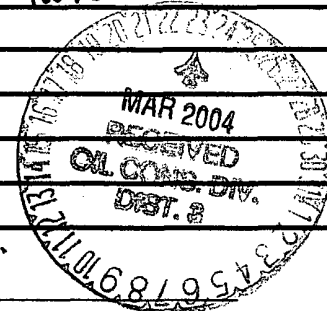
REMARKS:

Pressure dropped to 440 psi in 15 min > 10% test failed.

By Chad Bull
(Operator Representative)

Witness Bruce Marshall
(NMOCD)

Pumper
(Position)



Revised 02-11-02

