NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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

OFCT '

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NORTHWEST NEW MEXICO PACKER-LEAKAGE TEST											
Operator <u>DEVON ENERGY</u> Lease Name <u>NORTH EAST_BLANCO UNIT_</u> Well No_337M_											
Location of	Well:Unit Letter_	M Sec 20	_Twp <u>31-N</u>	Rge7	-W	_API # <u>30-045-338</u>	321				
	NAME OF RESE	_	TYPE OF PROD. (Oil or Gas)		METHOD OF PROD. (Flow or Art. Lift)	PROD.MEDIUM (Tbg. or Csg.)					
Upper Completion	MESA VERDE		GAS	GAS		OW	CASING				
Lower Completion	DAKOTA		GAS		FLO	OW	TUBING				
		PRE-F	LOW SHUT-I	N PRESSUR	RE D	ATA					
Upper	Hour, date shut-in			Length of time shut-in		ress. Psig	Stabilized? (Yes or No)				
Completion	1000 HR 12/2/2006		9 DAYS	-		PSIG	YES				
Lower Completion	Hour, date shut-in			Length of time shut-in 5 DAYS FLOW TEST NO. 1		ress. Psig	Stabilized? (Yes or No)				
	1000 FIR 12/2/2000					01 0.0	<u>:</u>				
		12/2/2006	FLOW II								
	(hour, date)* 10AM		Zone producing (Upper or Lower): LOWI			<u> </u>					
TIME (hour,date)	LAPSED TIME SINCE*	PRES: Upper Completion	PRESSURE Upper Completion Lower Completion		E	REMARKS					
1000 12/2/2006	0 HRS	819	2258	Open Dakota u		Open Dakota up to sales @	up to sales @ 4.1MMCF				
1000 12/3/2006	24 HRS	819	105		Dakota flowing to sales @ 511MCF						
1000 12/4/2006	48 HRS	817	41			Dakota flowing to sales @ 403MCF					
1000 12/5/2006	72 HRS	819	51	Dakota fi		Dakota flowing to sales @	kota flowing to sales @ 322MCF				
Production r	ate during test			<u>I</u>		I					
Oil:	NA	BOPD ba	sed on	Bbls.	. in	Hours	_GravGOR				
Gas:	322 @ ENI	O OF TEST M	CFPD; Tested	thru (Orifice	or N	Meter):ORIFICE					
		MID-	TEST SHUT-IN	N PRESSUR	E D	ATA					
Upper Completion	Hour, date shut-in	Length of time	Length of time shut-in		oress psig	Stabilized? (Yes or No)					
Lower	Hour, date shut-in	Length of time	Length of time shut-in		oress. psig	Stabilized? (Yes or No)					

FLOW TEST NO. 2

Commence	d at (hour, date)*	rske		Zone producing (Upper or Lowr):						
TIME (hour,date)	LAPSED TIME Since**	PRESS Upper Completion		PROD. ZONE	REMARKS					
			-							
	ate during test									
Oil: Gas:	BOPI	D based onMC	BI FPD:Tested thru	Bbls. inHoursGravGORed thru (Orfice or Meter):						
Remarks:										
hereby certi	fy that the infor	mation herein co	ontained is true a	and complete to th	ne best of my kno	wledge.				
	DEC 1 8 20 Dil Conservation D		Operat	Operator: Devon Energy						
By H. Villanueva			By <u>: Kyl</u>	By: Kyle Beebe						
			Title: <u>P</u>	Title: PRODUCTION FOREMAN						
Title	or 8 gas inspi	CTOR, DIST. &	Date: '	Date: 12/15/2006						

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.
- 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 so 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.

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

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 result s 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).