

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

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

SOUTHEAST NEW MEXICO PACKER LEAKAGE TEST

30-005-62653

Operator	YATES Petroleum Corp.			Lease	TERRA 35 STATE		Well No.	1
Location of Well	Unit	Sec.	Twp	Rge	County			
	H	35	95	26E	CHAVES			
	Name of Reservoir or Pool		Type of Prod. (Oil or Gas)	Method of Prod. Flow, Art Lift	Prod. Medium (Tbg. or Csg)		Choke Size	
Upper Compl	WOLF Camp		GAS	Flow	CSG.		25/64	
Lower Compl	LEONIAN		GAS	Flow	TRG.		3+2	

FLOW TEST NO. 1

Both zones shut-in at (hour, date): 9:40 AM 11-10-06

Well opened at (hour, date): 11:00 AM 11-10-06

	Upper Completion	Lower Completion
Indicate by (X) the zone producing.....		X
Pressure at beginning of test.....	120	385
Stabilized? (Yes or No).....	YES	YES
Maximum pressure during test.....	165	385
Minimum pressure during test.....	120	220
Pressure at conclusion of test.....	165	220
Pressure change during test (Maximum minus Minimum).....	45	165
Was pressure change an increase or a decrease?.....	INCREASE	DECREASE
Well closed at (hour, date): <u>8:30 AM 11-11-06</u>	Total Time On Production <u>23 Hrs.</u>	
Oil Production	Gas Production	
During Test: _____ bbls; Grav. _____	During Test <u>329</u> MCF; GOR _____	
Remarks _____		

FLOW TEST NO. 2

	Upper Completion	Lower Completion
Well opened at (hour, date): _____	X	
Indicate by (X) the zone producing.....		
Pressure at beginning of test.....	170	420
Stabilized? (Yes or No).....	YES	YES
Maximum pressure during test.....	170	458
Minimum pressure during test.....	100	420
Pressure at conclusion of test.....	100	458
Pressure change during test (Maximum minus Minimum).....	70	38
Was pressure change an increase or a decrease?.....	DECREASE	INCREASE
Well closed at (hour, date): <u>9:00 pm 11-11-06</u>	Total time on Production <u>10 Hrs</u>	
Oil production	Gas Production	
During Test: <u>0</u> bbls; Grav. _____; During Test <u>167</u> MCF; GOR _____		
Remarks _____		

OPERATOR CERTIFICATE OF COMPLIANCE

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

YATES Petroleum Corp.

Operator

[Signature]
Signature

Jeff Beck
Printed Name

Measurement Tech II
Title

11/11/06

585-622-9874

OIL CONSERVATION DIVISION

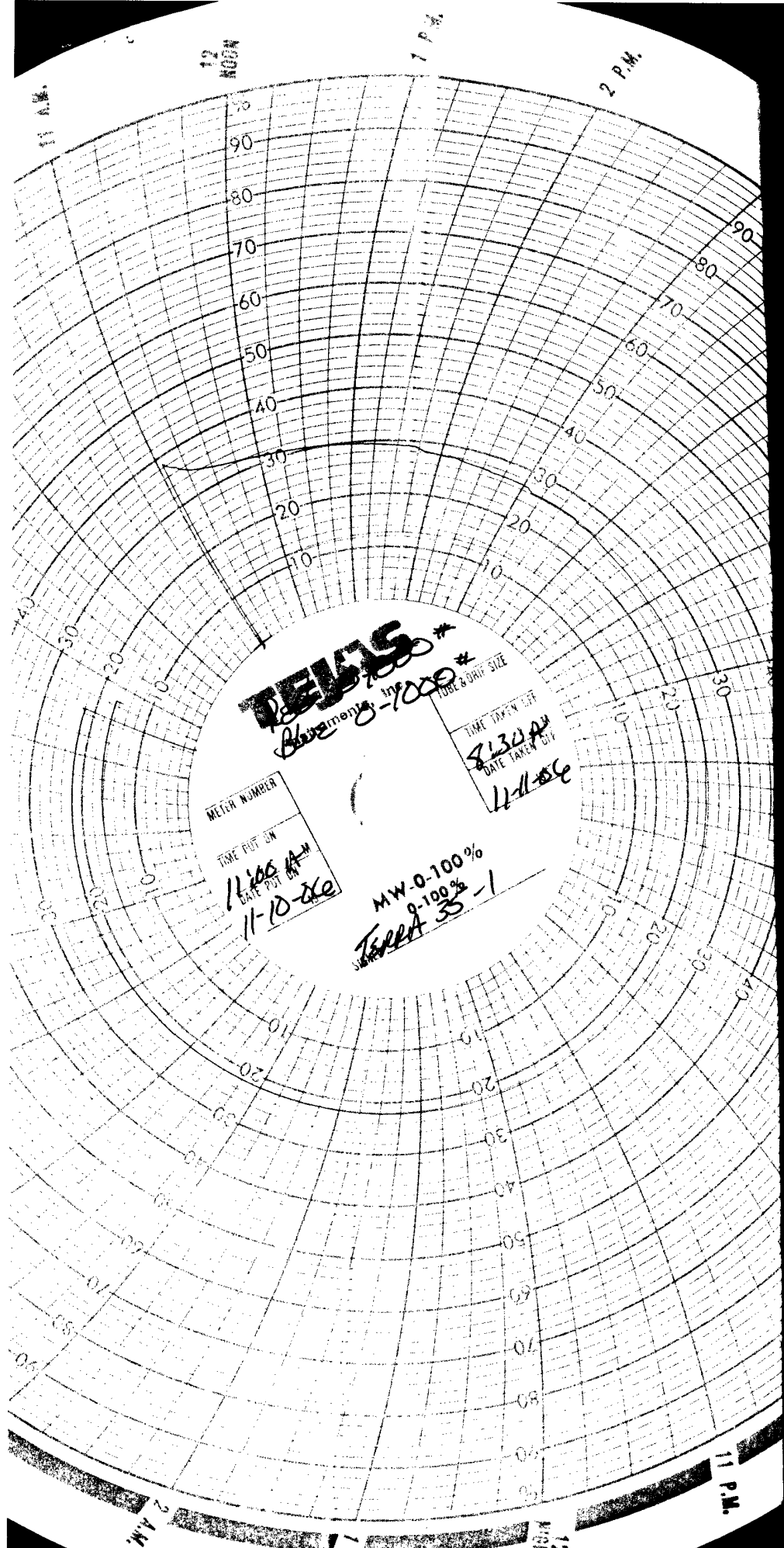
DEC 1 2006

Date Approved

By

Title

[Signature]
Gerry Guye
Deputy Field Inspector
District II - Artesia

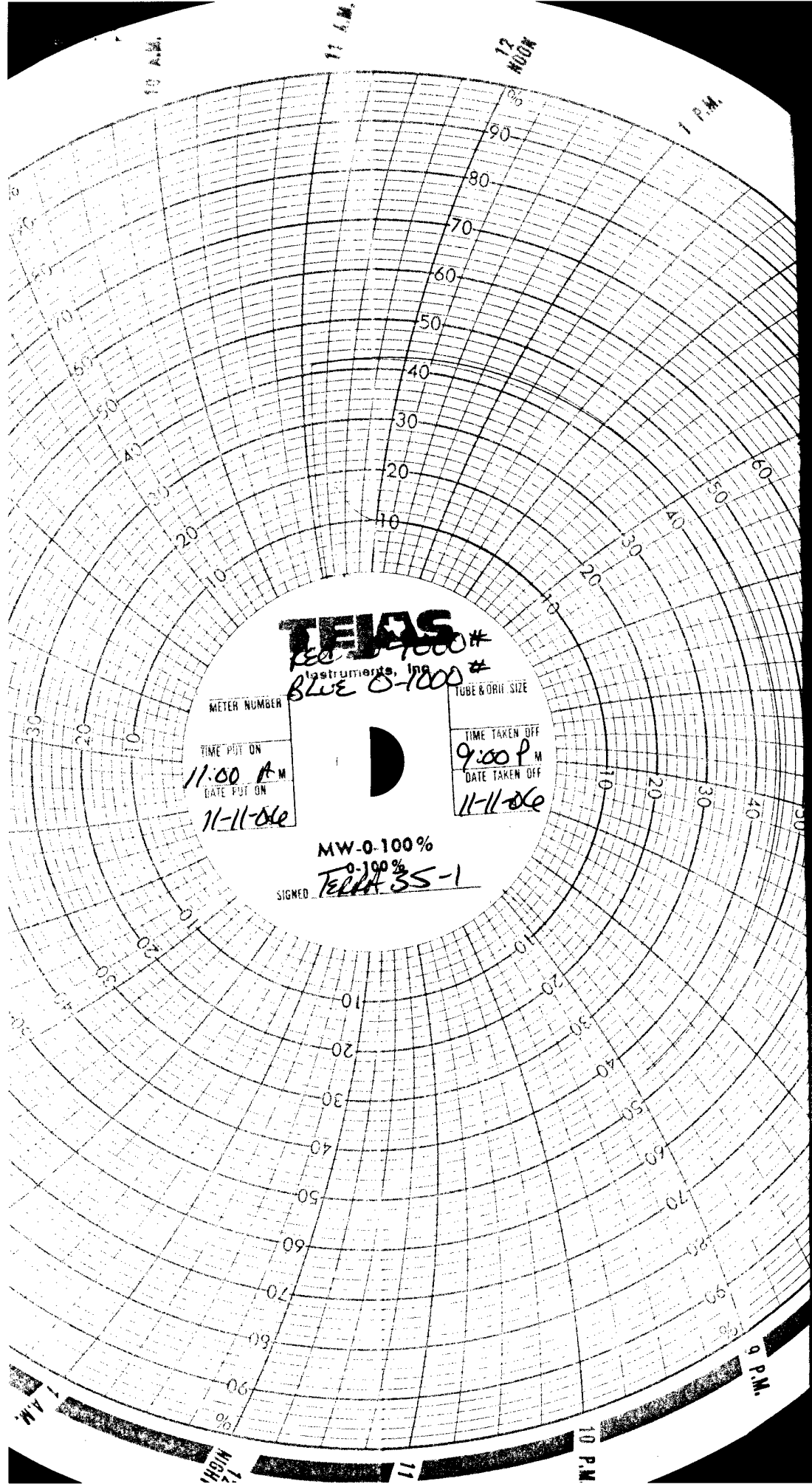


TELETYPE
Blue 0-1000 #

TIME TAKEN
8:34 AM
DATE TAKEN
11-11-56

METER NUMBER
TIME PUT ON
11:00 AM
DATE PUT ON
11-10-56

MW 0-100%
Terra 35-1



TEXAS

Instruments, Inc.
BLUE 0-1000 #

METER NUMBER

TIME PUT ON

11:00 A.M.

DATE PUT ON

11-11-06

TUBE & ORIF. SIZE

TIME TAKEN OFF

9:00 P.M.

DATE TAKEN OFF

11-11-06

MW-0-100%

0-100%
TERRA 35-1

SIGNED