

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

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

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

SOUTHEAST NEW MEXICO PACKER LEAKAGE TEST

Operator	YATES Petroleum Corp.			Lease	TERRA 35 STATE		Well No.	1
Location of Well	Unit	Sec.	Twp	Rge	County			
		35	9-5	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	18/64	
Lower Compl	DEVONIAN			GAS	Flow	TBG.	18/64	

FLOW TEST NO. 1

Both zones shut-in at (hour, date): 12-15-10 8:50 Am

Well opened at (hour, date): 12-15-10 11:30

	Upper Completion	Lower Completion
Indicate by (X) the zone producing.....	X	
Pressure at beginning of test.....	100	470
Stabilized? (Yes or No).....	YES	YES
Maximum pressure during test.....	100	540
Minimum pressure during test.....	90	470
Pressure at conclusion of test.....	90	540
Pressure change during test (Maximum minus Minimum).....	10	70
Was pressure change an increase or a decrease?.....	Decrease	Increase
Well closed at (hour, date): 12-16-10 9:40 Am	Total Time On Production	22 Hrs
Oil Production	Gas Production	
During Test: 0 bbls; Grav. —	During Test: 5	MCF; GOR —
Remarks		

FLOW TEST NO. 2

Well opened at (hour, date): 12-16-10 10:00 Am

	Upper Completion	Lower Completion
Indicate by (X) the zone producing.....		X
Pressure at beginning of test.....	90	520
Stabilized? (Yes or No).....	YES	YES
Maximum pressure during test.....	135	520
Minimum pressure during test.....	90	400
Pressure at conclusion of test.....	135	475
Pressure change during test (Maximum minus Minimum).....	45	120
Was pressure change an increase or a decrease?.....	Increase	Decrease
Well closed at (hour, date): 12-17-10 @ 9:00 AM	Total time on Production	23 Hrs
Oil production	Gas Production	
During Test: 0 bbls; Grav. —	During Test: 200	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

Printed Name

10-17-10

Measured Tech II

Title

575-622-9874

OIL CONSERVATION DIVISION

Date Approved

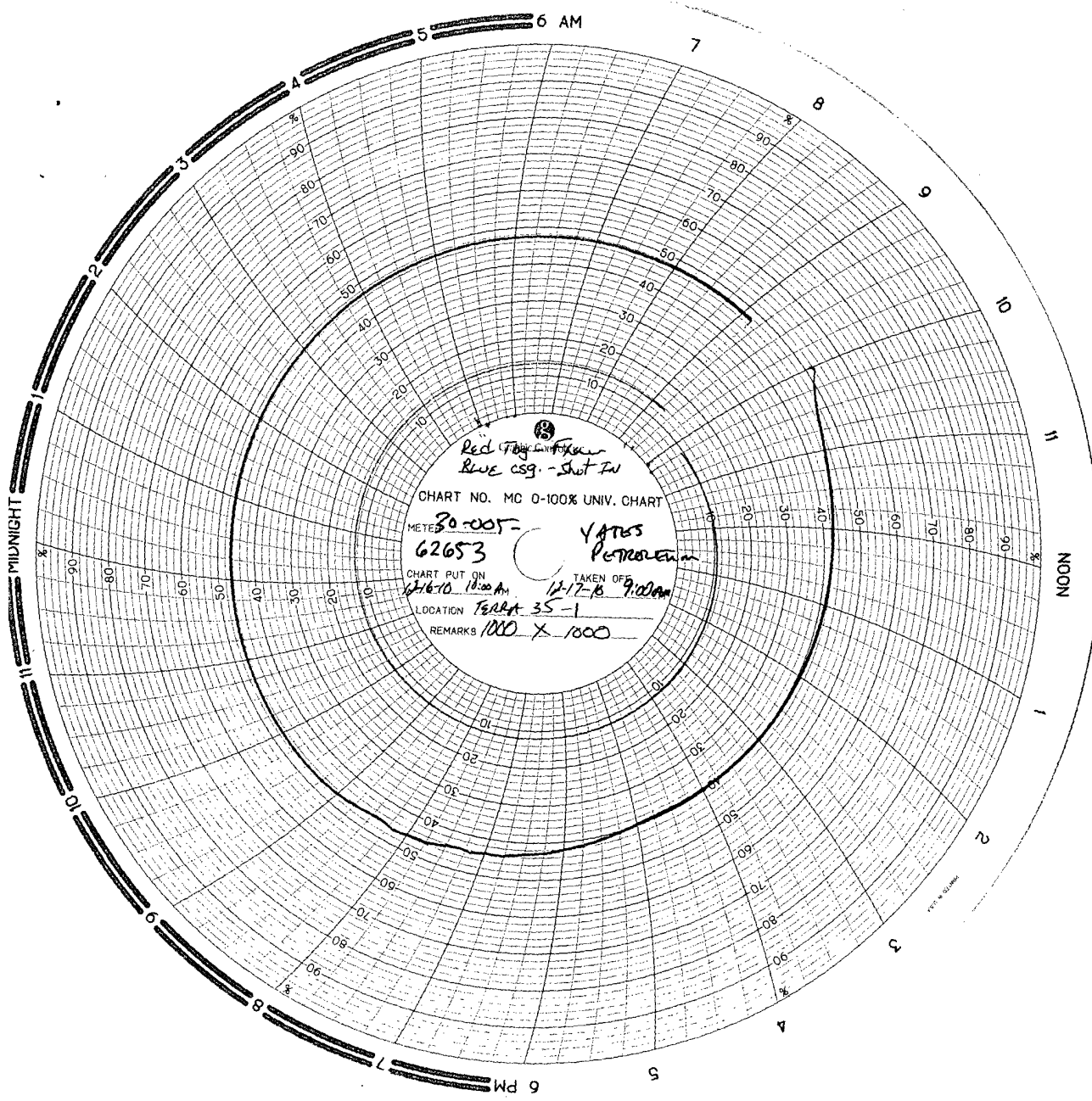
12/28/10

By

Patricia Nae

Title

Compliance Officer



Red River csg. - Shot in

CHART NO. MC 0-100% UNIV. CHART

METE 30-005-
62653

VATIS
Petroleum

CHART PUT ON
12-16-10 10:00 AM

TAKEN ON
12-17-10 9:00 AM

LOCATION TERRA 35-1

REMARKS 1000 X 1000

