ENERGY AND, MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

2004 NORTHWEST NEW MEXICO PACKER-LEAKAGE TEST

Operator	PATINA SAN JUAN, INC.			Lease CLAYTON			Well No.	1E				
Location of Well	Unit P	Sec.	2	_ Twp.	30N	_Rge.	12W API	# 30-045-23534				
	NAME OF RESERVOIR OR POOL			TYPE OF PROD. (Oil or Gas)			METHOD OF PROD. (Flow or Art. Lift)	PROD MEDIUM (Tbg. or Csg.)				
Upper Completion	GALLUP			GAS			FLOW	TBG				
Lower Completion	DAKOTA (NON-PRODUCTIVE)			GAS			FLOW	TBG				
PRE-FLOW SHUT-IN PRESSURE DATA												
Upper	Hour, date shut-in			Length of time shut-in			SI press. psig	Stabilized? (Yes or No)				
Completion	8:00 am 12/2	1/2004		3 Days			95	YES				
Lower Completion	N/A		Length of time shut-in N/A			SI press. paig	Stabilized? (Yes or No)					
FLOW TEST NO. 1												
Commenced	at (hour, date) *	12/24/04			Zone prodi	ucing (l	Jpper or Lower):	UPPER				
TIME	LAPSED TIME		PRESSURE		PROD. ZONE							
(hour, date)	Since *	Upper Completio	n	Lower Completion	TEMP.	Į .	REMARI	KS .				
		csg	tbg	tbg								
12/22/04		90	80	-0-	<u> </u>	Both	zones Shut-In					
12/23/04		95	85	-0-		Both	zones Shut-In	891077				
12/24/04		100	95	-0-		Both	zones Shut-In	Fro de la				
12/25/04	1 Day	40	85	-0-		Uppe	r zone flowing	905 9				
12/26/04	2 Days	35	75	- 0-	i	Uppe	r zone flowing					
								SUCKELL STATES				
Production rate during test												
Oil:	Dil: BOPD based on 1				Bbls. in Hours			GOR				
Gas:												
MID-TEST SHUT-IN PRESSURE DATA												
Upper Completion							SI press. psig	Stabilized? (Yes or No)				
Lower Completion	Hour, date shut-in			Length of time shut-in			SI press, páig	Stabilized? (Yes or No)				

(Continue on reverse side)

FLOW TEST NO. 2

Commenced	at (hour, date) **		Zone Producing (Upper or Lower):				
Time LAPSED TIME		PRES	SURE	PROD. ZONE			
(hour, date)	SINCE **	Upper Completion	Lower Completion	TEMP	REMARKS		
			, , 5				
					!		
· · · · · · · · · · · · · · · · · · ·	11 ,1	,	14				
					_		
			- m -				
Line standards to the	: :	. '	(A)				
Oil: Gas: Remarks:		 -	Bbls. in				
	(,,,,			1			
I horoby codifi	that the information he	rein contained in true	and complete to the	heat of my knowled	dea		
Approved _	FEB 1	1 2005			AN JUAN, INCORPORATED		
New Mexico	Oil Conservation	Division	Ву	Kays CC	Reteir		
ву							

NORTHWEST NEW MEXICO PACKER LEAKAGE TEST INSTRUCTIONS

Date

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 distrubed. Tests shall also be taken at any time that communication is suspected or when requested by the Division.

SUPERVISOR DISTRICT #3

- 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 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.
- 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 dead-weight pressure gauge at time intervals as follows: 3 hours tests: immediately prior to the beginning of each flow-period, at fifteen-imminute intervals during the first hour thereof, and at hourly intervals thereafter, including one pressure measurement immediately prior to the conclusion of each flow period. 7-day tests: immediately prior to the beginning of each flow period, as treast 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 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 10-01-98 with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only)

J 31