

30-025-06162

This form is not to be used
For reporting Packer Leakage
Test in Northwest New Mexico

NEW MEXICO OIL CONSERVATION DIVISION
SOUTHEAST NEW MEXICO PACKER LEAKAGE TEST

Revised June 9, 2003

Operator WARREN AMERICAN OIL CO. Lease HOBBS Well No. 4
Location Of Well: Unit N Section 18 Township 20S Range 37E County LEA

	Name of Reservoir or Pool	Type of Prod (Oil or Gas)	Method of Prod. (Flow Art. Lift)	Prod. Medium (Tbg. Or Cag.)	Choke Size
Upper Completion	<u>EUMONT YATES</u>	<u>GAS</u>	<u>SI</u>	<u>CSG</u>	<u>-</u>
Lower Completion	<u>ELWICE MONUMENT GRAYBURG OIL</u>		<u>ART LIFT</u>	<u>TBG</u>	<u>-</u>

FLOW TEST NO. 1
Both zones shut-in at (hour, date). 2 PM 5-19-08
Well opened at (hour, date). 2 PM 5-20-08
Indicate by (X) the zone producing
Pressure at beginning of test 32 Upper Completion 135 Lower Completion X
Stabilized? (Yes or No) YES YES
Maximum pressure during test 34 220
Minimum pressure during test 32 135
Pressure at conclusion of test 34 220
Pressure change during test (Maximum minus Minimum) 2 85
Was pressure change an increase or a decrease? INCR. INCR.
Well closed at (hour, date): LEFT PRODUCING Total Time On Production 24 HRS
Oil Production 22 bbls; Grav. 34 Gas Production 5 MCF; GOR 227
During Test
Remarks:

FLOW TEST NO. 2

Both zones shut-in at (hour, date):
Well opened at (hour, date):
Indicate by (X) the zone producing:
Pressure at beginning of test:
Stabilized? (Yes or No):
Maximum pressure during test:
Minimum pressure during test:
Pressure at conclusion of test:
Pressure change during test (Maximum minus Minimum):
Was pressure change an increase or a decrease?:
Well closed at (hour, date):
Oil Production Gas Production
During Test: bbls, Grav ; During Test MCF; GOR
Remarks: NO FACILITIES OR EQPT TO PRODUCE WATER ZONE. UPPER ZONE IS NOT PRODUCING

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

Approved _____ 20 _____
New Mexico Oil Conservation Division

Operator WARREN AMERICAN OIL
By John Burroughs JOHN BURROUGHS
Title OPERATIONS ENGR
E-mail Address JDBURROUGHS@WARRENAMERICAN CO.
Date 5/21/08

By _____
Title _____



RECEIVED

MAY 27 2008

HOBBS OCD

May 21, 2008

New Mexico Energy, Minerals and Natural Resources Department
Attn: Mr. Chris Williams
Oil Conservation Division
1625 N. French Drive
Hobbs, NM 88240

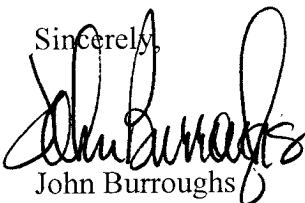
RE: Hobbs No. 004
Sect 18-20S-37E
30-025-06162-00
Lea Co., NM

Dear Mr. Williams:

Attached is the SE New Mexico Packer Leakage Test form for the test run on the referenced well. This should meet the requirements of your April 25, 2008 Letter of Violation for being delinquent on the testing of this well.

Should there be anything else required by the OCD please contact me at (918) 481-7925 or at my email: jdburroughs@warrenamerican.com

Sincerely,


John Burroughs
Operations Engineer