

KANSAS CORPORATION COMMISSION

ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

AUG 30 2007

Type Test:

(See Instructions on Reverse Side)

Open Flow
Deliverability

Test Date:
7/22/07

API No. 15
023-20092-0000

CONSERVATION DIVISION
WICHITA, KS

Company Priority Oil & Gas LLC		Lease Hilt		Well Number 1-11	
County Cheyenne	Location C NW/4	Section 11	TWP 3S	RNG (EM) 42	Acres Attributed
Field Cherry Creek		Reservoir Niobrara		Gas Gathering Connection Priority Oil & Gas LLC	
Completion Date 11-16-78		Plug Back Total Depth 1587		Packer Set at	
Casing Size 4.500	Weight 10.500	Internal Diameter 4.052	Set at 1619	Perforations 1504	To 1514
Tubing Size NONE	Weight	Internal Diameter	Set at	Perforations	To
Type Completion (Describe) single (gas)		Type Fluid Production none		Pump Unit or Traveling Plunger? Yes / <input checked="" type="checkbox"/> No	
Producing Thru (Annulus / Tubing) CASING		% Carbon Dioxide .452		% Nitrogen 3.716	
Vertical Depth(H)		Pressure Taps		Gas Gravity - G _g 584 (Meter Run) (Prover) Size 2 in.	

Pressure Buildup: Shut in 7/22/07 19 at 10:44 (AM) (PM) Taken 19 at _____ (AM) (PM)

Well on Line: Started 7/23/07 19 at 12:43 (AM) (PM) Taken 19 at _____ (AM) (PM)

OBSERVED SURFACE DATA

Duration of Shut-in 26 Hours

Static / Dynamic Property	Orifice Size inches	Circle one: Meter or Prover Pressure psig	Pressure Differential in (h) Inches H ₂ O	Flowing Temperature t	Well Head Temperature t	Casing Wellhead Pressure (P _w) or (P _t) or (P _c)		Tubing Wellhead Pressure (P _w) or (P _t) or (P _c)		Duration (Hours)	Liquid Produced (Barrels)
						psig	psia	psig	psia		
Shut-in											
Flow	.4375					128	142.4				

FLOW STREAM ATTRIBUTES

Plate Coefficient (F _b) (F _p) Mcfd	Circle one: Meter or Prover Pressure psia	Press Extension $\frac{1}{2} P_m \times H_w$	Gravity Factor F _g	Flowing Temperature Factor F _{tt}	Deviation Factor F _{pv}	Metered Flow R (Mcfd)	GOR (Cubic Feet/ Barrel)	Flowing Fluid Gravity G _m

(OPEN FLOW) (DELIVERABILITY) CALCULATIONS

(P_a)² = 0.207

(P_c)² = _____ : (P_w)² = _____ : P_o = _____ % (P_c - 14.4) + 14.4 = _____ : (P_o)² = _____

(P _c) ² - (P _a) ² or (P _c) ² - (P _o) ²	(P _c) ² - (P _w) ²	Choose formula 1 or 2: 1. P _c ² - P _a ² 2. P _c ² - P _o ² divided by: P _c ² - P _w ²	LOG of formula 1. or 2. and divide by: $\frac{P_c^2 - P_w^2}{P_c^2 - P_a^2}$	Backpressure Curve Slope = "n" ----- or ----- Assigned Standard Slope	n x LOG []	Antilog	Open Flow Deliverability Equals R x Antilog Mcfd

Open Flow Mcfd @ 14.65 psia Deliverability Mcfd @ 14.65 psia

The undersigned authority, on behalf of the Company, states that he is duly authorized to make the above report and that he has knowledge of the facts stated therein, and that said report is true and correct. Executed this the 31 day of July, 19 07.

Witness (if any)


For Company

For Commission

Checked by

AUG 30 2007

CONSERVATION DIVISION
WICHITA KS

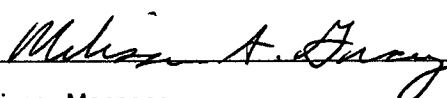
I declare under penalty or perjury under the laws of the state of Kansas that I am authorized to request exempt status under Rule K.A.R. 82-3-304 on behalf of the operator Priority Oil & Gas LLC and that the foregoing information and statements contained on this application form are true and correct to the best of my knowledge and belief based upon gas production records and records of equipment installation and/or of type completion or upon use of the gas well herein named.

I hereby request a permanent exemption from open flow testing for the Hilt 1-11 gas well on the grounds that said well:

(Check one)

- is a coalbed methane producer
- is cycled on plunger lift due to water
- is a source of natural gas for injection into an oil reservoir undergoing ER
- is on vacuum at the present time; KCC approval Docket No. _____
- is incapable of producing at a daily rate in excess of 150 mcf/D

Date: 7/31/07

Signature: 
Title: Business Manager

Instructions: All active gas wells must have at least an original G-2 form on file with the conservation division. If a gas well meets the eligibility criteria set out in KCC regulation K.A.R. 82-3-304, the operator may complete the statement provided above in order to obtain a testing exemption.

At some point during the succeeding calendar year, wellhead shut-in pressure shall be measured after a minimum of 24 hours shut-in/buildup time and shall be reported on the front side of this form under "observed surface data." Shut-in pressure shall thereafter be reported yearly in the same manner.

The G-2 form conveying the newest shut-in pressure reading shall be filed with the Wichita office no later than thirty (30) days after the taking of the pressure reading. The form must be signed and dated on the front side as though it was a verified report of test results.