KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Te	st: Open F	low					(See Instru	ictions on	Reverse Sid	de)	, ELIVEIL	II ILSI	
Deliverabilty					Test Date: 12/5/05				APi No. 15 023-20408-0000				
Company Priority Oil & Gas LLC						Lease Harkins				Well Number 1-10			
County Cheye	nne		Location W/2 SW SW			Section 10		TWP 4S		RNG (E/W) 40			Acres Attributed
Field Cherry Creek					Reservo Beech	_{ir} ner Island	i nonty on a da			nection as LLC			
Completion Date 07/16/01				Plug Ba 1371	ck Total Dep	oth		Packer					
Casing Size 4.5 in			Weight 10.5 #			Internal Diameter 4.052		Set at 1413		Perforations 1243		то 1278	
Tubing Size Weight				Internal	Diameter	Set at		Perforations		То			
Type Cor co2 Fra	ac		•			Type Flu	id Productio	on		Pump (Init or Traveling	Plunger? Yes	/ No
Producing Thru (Annulus / Tubing) casing						% Carbon Dioxide .730				% Nitro 3.67	gen	Gas Gravity - G _g .590	
Vertical Depth(H)					Pressure Taps						Run) (Prover) Size		
Pressure	Buildu	ıp:	Shut in	2/5/	05 2	20 at _3	:00	(AM) (PM	Taken		20	at	
Pressure Buildup: Shut in 12/5/05 Well on Line: Started 12/6/05				052	20 at _3	:20	(AM) PM	_					
							OBSERVE	D SURFAC	E DATA			Duration of Shut-in	24 Hours
Static / Dynamic Property	namic Size		Circle one: Meter Prover Pressure psig (Pm)		Pressure Differential in Inches H ₂ 0	Temperature Temperat				Tubing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Duration (Hours)	Liquid Produced (Barrels)
Shut-In													
Flow	.25	0			·····			187	201.4				
Plate			Circle one:	Т			FLOW STR		IBUTES				
Coeffictient (F _b) (F _p) Mcfd		Meter or Prover Pressure psia			Press Extension P _m x h	Grav Fact F _g	· 1 +	Factor Fac		iation Metered Flov ctor R F _{pv} (Mcfd)		GOR (Cubic Feet Barrel)	Flowing Fluid Gravity G _m
		·	"	_L		(OPEN FLC	OW) (DELIVE	RARH ITV) CALCIII (TIONS			
$(P_c)^2 = $ $(P_w)^2 = $:				(OPEN FLOW) (DELIVERABILITY) CALCULA $P_d = $:	(P _a) ² = (P _d) ² =	= 0.207 =			
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(P _c) ² - (P _w) ²		Choose formula 1 or 2 1. P _c ² - P _a ² 2. P _c ² - P _d ² divided by: P _c ² - P _w		LOG of formula 1. or 2. and divide by:	P _c ² -P _w ²	Backpressure Curve Slope = "n" or Assigned Standard Slope		n x L	og 📗	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)
Open Flow Mcfd @ 14.65						Deliverab				cfd @ 14.65 psia			
The ur	ndersig	jned erein	authority, o	aid re	eport is true	and correct. RECE CORPORAT	Executed to IVED ION COMM	his the	thorized to	make the	e above report	AC.	knowledge of, 20 <i>Q</i>
			For Comm	nission		JAN I	2006				Checke	ed by	

CONSERVATION DIVISION WICHITA, KS

I declare under penalty of 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 pressure information and statements contained on this application form are true and correct to the best of my knowledge and belief based upon available production summaries and lease records of equipment installation and forward true and the state of the state of Kansas that I am authorized to request
of equipment installation and/or upon type of completion or upon use being made of the gas well herein named.
I hereby request a one-year exemption from open flow testing for the Harkins 1-10 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 not capable of producing at a daily rate in excess of 250 mcf/D I further agree to supply to the best of my ability any and all supporting documents deemed by Commission staff as necessary to corroborate this claim for exemption from testing.
Date: 1/6/06
RECEIVED KANSAS CORPORATION COMMISSISTIGNATURE: JAN 1 0 2005 Title: VP - Operations CONSERVATION DIVISION WICHITA, KS

Instructions:

If a gas well meets one of 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 claim exempt status for the gas well.

At some point during the current calendar year, wellhead shut-in pressure shall have been 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 for so long as the gas well continues to meet the eligibility criterion or until the claim of eligibility for exemption **IS** denied.

The G-2 form conveying the newest shut-in pressure reading shall be filed with the Wichita office no later than December 31 of the year for which it's intended to acquire exempt status for the subject well. The form must be signed and dated on the front side as though it was a verified report of annual test results.