KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

7

Type Test	t:					((See Instruct	ions on Re	verse Side	9)				
Open Flow					Test Date:				API No. 15					
Deliverabilty						4/10/08			023-20387-0000					
Company Priority Oil & Gas LLC						Lease St. Francis F			ed Yard		1-18	Well Number 1-18		
County Location Cheyenne NE SE NW				Section 18		TWP 4 S		RNG (E/W) 40		Acres Attributed		uted		
Field Cherry Creek						Reservoir Beecher Island			Gas Gathering Connection Priority Oil & Gas LLC					
Completion Date 02/14/01					Plug Bac 1332	Plug Back Total Depth 1332			Packer S	et at				
Casing Size Weight 4.5 in 10.5					Internal 0 4.052	Diameter	Set at 1377		Perforations 1202		To 1241		, and a second	
Tubing Size Weight none				Internal I	Diameter	Set a	Set at		Perforations					
Type Con		n (De	scribe)			Type Flui none	d Production	1		Pump Un	it or Traveling	Plunger? Yes	/ No	***************************************
Producing Thru (Annulus / Tubing) casing					% C	Carbon Dioxi	de			% Nitrogen 3.715		Gas Gravity - G _g .586		
Vertical Depth(H)					. 100	Pressure Taps			J., 10			Run (Prover) Size	
Pressure	Buildu	p: 9	Shut in	10	2	08 at 1	1:12	(AM) (PM)	Taken		20	at		(PM)
Well on Line: Started 4/11 20			08 at 1		(AM) (PM)	Taken			at					
	· . ·						OBSERVE	D SURFACE	E DATA			Duration of Shut-	_in_25	_ Hours
Static / Dynamic Property	nic Size		Prover Pressure		Pressure Differential in Inches H ₂ 0	Flowing Temperature t	Well Head Temperature t	Cas Wellhead (P _w) or (P	Pressure	Tubing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia		Duration (Hours)		
Shut-In	ıt-In					·		PS		F-:8				
Flow	.500)						70	84.4					
				 -			FLOW STR	EAM ATTR	BUTES					
Plate Coeffiec (F _b) (F Mcfd	ient	Circle one: Meter or Prover Pressure psia			Cutonolon		vity T	emperature Fa		viation Metered Flow actor R F _{pv} (Mcfd)		v GOR (Cubic Fe Barrel)	eet/ F	owing Fluid ravity G _m
(P _c) ² =		_:	(P _w)²	=	:	(OPEN FLO	OW) (DELIV) CALCUL ² c - 14.4) +		:	(P _a)	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 ²		LOG of formula 1. or 2. and divide by:		Backpressure Curv Slope = "n" or Assigned Standard Slope		nxi	.og [Antilog	Open Fl Deliverat Equals R x (Mcfd	oility Antilog
					-,									
Open Flo	w			1	Mcfd @ 14.	65 psia		Deliverab	ility			Mcfd @ 14.65 ps	ia	
		_	-								Nove	un .	, 20	S.
			Witness	(if an	y)			-	77	, , , , , , , , , , , , , , , , , , , 	For C	company KANSA	SCORPORA	TION COMMISS
	· · · · · · · · · · · · · · · · · · ·		For Cor	nmissio	on			_	, , , , , , , , , , , , , , , , , , , 		Chec	cked by	DEC 1	

	clare 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/or upon type of completion or upon use being made of the gas well herein named.												
											l he	reby request a one-year exemption from open flow testing for the St. Francis Feed Yard 1-18
											gas wel	I 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											
l fur	ther 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.											
⊃ata∗ 1	1/26/08											
Julio												
	Signature: Mulin Gray											
	Title: _Business Manager											
	Title,											

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. KANSAS CORPORATION COMMISSION

DEC 1 1 2008