KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test: ✓ Ope	en Flow					(See Instru	ctions on R	everse Side	e)				
Deliverabilty				Test Date: 12/13/09					API No. 15 023-20530-0000				
Company Priority (Oil & G	as LLC					Lease Menh	usen				Well N	
County Location Cheyenne SW SE SW			Section 7		TWP 5S			E/W)		Acres Attributed			
Field Cherry Creek			Reservoir Beecher Island					thering Conn ty Oil & Ga					
Completion 12/21/03					Plug Bac 1536	k Total De	pth		Packer	Set at			
Casing Size Weig 5.5 in 10.5			#	Internal Diameter 4.052			Set at 1536 KB		Perforations 1347		то 1382		
Tubing Siz none	ubing Size Weight			Internal (Internal Diameter Set at			Perf	orations	То			
Type Comp		Describe)			Type Flui none	d Producti	on		Pump L	Init o Traveling	Plunger? Yes	/No)
Producing Thru (Annulus / Tubing) casing				% Carbon Dioxide			% Nitrogen 5.07			Gas Gravity - G _g .5966			
Vertical De	epth(H)					Pre	ssure Taps					Run) (F	Prover) Size
Pressure B	Buildup:	Shut in	2/13	2	08 at 2	:51	(AM) (PM)	Taken		20	at		(AM) (PM)
Well on Lin		Started 12	2/14	2	0 08 at 2	:48	_ (AM) (PM)	Taken		20	at	—ale—sanessan	(AM) (PM)
		1				OBSERV	ED SURFAC		1		Duration of Shut-	in24	Hours
Static / Dynamic Property	Orifice Size (inches)	Circle one: Meter Prover Pressure psig (Pm)		Pressure Differential in Inches H ₂ 0	Flowing Well Head Temperature t		Casing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Tubing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Duration (Hours)	Liquid Produced (Barrels)	
Shut-In							psig	рыа	psig	psia			
Flow	.500				- Dinimi		203	217.4					
····			- T	·		FLOW ST	REAM ATTE	RIBUTES		ı	·		T
Plate Coeffiecies (F _b) (F _p) Mcfd	1 _	Circle one: Meter or Prover Pressure psia		Press Grav Extension Fact √ P _m x h F _g		or Temperature		Deviation Factor F _{pv}		Metered Flow R (Mcfd)	GOR (Cubic Fe Barrel)	et/	Flowing Fluid Gravity G _m
		•											
c) ² =	:	(P _w) ²	=	:	(OPEN FLO	OW) (DELIV	/ERABILITY % (I	/) CALCUL P _c - 14.4) +		:	(P _a); (P _d);	² = 0.2 ² =	207
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(P _c) ² - (P _w) ²		ose formula 1 or 2: 1. $P_c^2 - P_a^2$ 2. $P_c^2 - P_d^2$ led by: $P_c^2 - P_w^2$	LOG of formula 1. or 2. and divide by:		Backpressure Curve Slope = "n" or Assigned Standard Slope		n x LOG		Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)	
pen Flow				Mcfd @ 14.6	65 psia		 Deliverat	oility			Mcfd @ 14.65 psi	a a	
				ehalf of the report is true				24th.	day of	ne above repoi	rt and that he ha	s know	ledge of
		Witness	(if any	·)			-	M	lin		ompany)	/	RECEIV
		For Com	missio	n			-	<u>-</u>		Check	ked by	—D	EC 31

	clare under penalty of perjury under the laws of the state of Kansas that I am authorized to request status under Rule K.A.R. 82-3-304 on behalf of the operator Priority Oil & Gas LLC
and tha	t the foregoing pressure information and statements contained on this application form are true and
	to the best of my knowledge and belief based upon available production summaries and lease records
	ment installation and/or upon type of completion or upon use being made of the gas well herein named. reby request a one-year exemption from open flow testing for the <u>Menhusen 2-7</u>
	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
taff as	necessary to corroborate this claim for exemption from testing.
Date: 1	2/24/09
	Signature: Molin to American
	Title: Business Manager

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.

DEC 3 1 2009