KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	t:				(-	See Instruc	tions on Re	verse Side	e)					
	en Flo diverab				Test Date 8/2/11	: :				No. 15 3-20395 - 00	00			
Company Priority Oil & Gas LLC					Lease DeGood				1-31	Well Number 1-31				
County Location Cheyenne SW NW				Section 31		TWP 3 S			RNG (E/W) 40		Acres Attributed			
					Reservoir Beecher Island			Gas Gathering Connection Priority Oil & Gas LLC						
07/19/0		е			Plug Back 1257	k Total Dep	oth		Packer S	Set at				
Casing Size 4.5 in			Weight 10.5 #		Internal Diameter 4.052			Set at 1300 KB		Perforations 1101		то 1136		
Tubing Size Weight NONE					Internal D	Diameter	Set	Set at		Perforations			· · · · · ·	
Type Con Single (escribe)		Type Flui	Type Fluid Production none				Pump Unit or Traveling Plunger? Yes / No				
Producing Thru (Annulus / Tubing) casing				% C	% Carbon Dioxide .53			% Nitrog	en		Gas Gravity - G _s .586			
Vertical C	Depth(H	1)				Pressure Taps						Run (F	rover) Size	
Pressure	Buildu	p:	Shut in _8/1	2	0 11 at 1	:25	. (AM) (PM)	Taken		20	at		(AM) (PM)	
Well on L	ine:		Started 8/2	2	0 <u>11</u> at <u>1</u>	2:12	. (AM) (PM)	Taken		20	at		(AM) (PM)	
	•					OBSERVI	ED SURFAC	E DATA			Duration of Shu	t-in <u>22</u>	.78 Hours	
Static / Dynamic Property	ynamic Size		Circle one: Meter Prover Pressu: psig (Pm)	Pressure Differential in Inches H _s 0	Flowing Welt Head Temperature t		Casing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Tubing Wellhead Pressure (P_n) or (P_l) or (P_c) psig psia		Duration (Hours)	Liqu	Liquid Produced (Barrols)	
Shut-In							, p	pou						
Flow	.50	0					134	148.4						
	- 1					FLOW ST	REAM ATTE	RIBUTES						
Plate Coefficient (F _b) (F _p) Mcfd		Pro	Circle one: Meter or over Pressure psia	Press Extension P _m xh	Extension Fact		Flowing Temperature Factor F ₁₁	ure Pactor		Metored Flow R (Mcfd)	GOR (Cubic F Barre	eet/	Flowing Fluid Gravity G _m	
				 										
(P)2 =			(P _w) ² =		•	, ,	VERABILITY % (/) CALCUL P _c - 14.4) +				,) ² = 0.3		
$(P_c)^2 = {(P_c)^2 - (P_a)^2}$ or $(P_c)^2 - (P_d)^2$			P _c) ² - (P _w) ²		P2. P2 LOG of tormula P2. P2 1. or 2. and divide		Backpro Sko	Backpressure Curve Slope = "n"		roe	Antilog	O De	Opon Flow Delivorability Equals R x Antilog (Mcfd)	
						/								
Ones Flori							Deliner	L. III.	Note to 14 EE pain					
Open Flow Mcfd @ 14.65 psia The undersigned authority as heldelf of the Company states that							Deliverability Mcfd @ 14.65 psia he is duly authorized to make the above report and that he has knowledge of							
		•					•			Septem			20 <u>//</u>	
	• 11		talise one 24	any)				M	los	A. K	Trey 1	RECE	IVED_	
			Witness (if					1855				CT_1	9_2011	

KCC WICHITA

exempt status under and that the foreg correct to the best of equipment insta I hereby reque	r penalty of perjury under the laws of the state of Kansas that I am authorized to request er Rule K.A.R. 82-3-304 on behalf of the operator Priority Oil & Gas LLC bing pressure information and statements contained on this application form are true and of my knowledge and belief based upon available production summaries and lease records lation and/or upon type of completion or upon use being made of the gas well herein named. Set a one-year exemption from open flow testing for the De Good 1-31 unds that said well:
_	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 to supply to the best of my ability any and all supporting documents deemed by Commission to corroborate this claim for exemption from testing.
Date: 09/30/2011	Signature: Mahrad. Guy

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.

ECEIVED be signed and dated on the front side as though it was a verified report of annual test results.

OCT 19 2011