KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test:					(See Instruc	tions on Re	verse Side	e)			
✓ Open Flow					Test Date				A D1	No. de		
Deliverabilty				Test Date 10/11/12					No. 15 3 -20649-00	00		
Company Priority Oil & Gas LLC							Lease Raile					Well Number 4-25
County Location Cheyenne SW SE NE				Section 25		TWP 3S			<u></u>	,	Acres Attributed	
						Reservoir Beecher Island			Gas Gathering Connection Priority Oil & Gas LLC			RECEIVA NOV 3 0 2 KCC WICHI
					Plug Bac 1680'	Plug Back Total Depth 1680'				Set at		NOV 3 0 2
Casing Size 4.5 in			Weight 10.5 #			Internal Diameter 4.052		Set at 1681' KB		rations B '	To 1543 '	KCC WICHI
Tubing Size Weight none				internal [Internal Diameter Set at			Perforations To				
Type Com single (g	•	(Describe)			Type Flui	d Production	n		Pump Ur	nit or Traveling	Plunger? Yes	/No)
Producing Thru (Annulus / Tubing)				% C	% Carbon Dioxide			% Nitrogen Gas G			avity - G _g	
casing			.45				3.92		.586			
Vertical Do	epth(H)					Pres	ssure Taps				(Meter F 2 in.	Run) (Prover) Size
Pressure (Buildup			2			(AM) (PM)				at	
Well on Li	ne:	Started	10/12	2 20	12 at 4		(AM) (PM)	Taken		20	at	(AM) (PM)
			•		-	OBSERVI	ED SURFAC	E DATA			Duration of Shut-i	n_24.63 Hours
Static / Dynamic Property	Orifice Size (inches	Prover	e one: eter Pressure (Pm)	Pressure Differential in Inches H ₂ 0	Flowing Well Head Temperature t t		Casing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Tubing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia		Duration (Hours)	Liquid Produced (Barrels)
Shut-In												
Flow	.500						162	176.4		.]	·	
						FLOW ST	REAM ATTR	IBUTES				
Plate Coefficcient (F _b) (F _p) Mcfd		Circle one: Meter or Prover Pressure psia		Press Extension P _m xh	Grav Fact	tor	Temperature Fa		riation actor F _{pv}	Metered Flow R (Mcfd)	GOR (Cubic Fee Barrel)	Flowing Fluid Gravity G _m
					(OPEN EL	0160 (DEL 11	/ERABILITY	CALCIU	ATIONS			
P _c)² =		: 0)² =	:	•) 0AL00L P _c - 14.4) +		:	(P _a) ² (P _d) ²	°≖ 0.207 °=
(P _c) ² - (P or (P _c) ² - (P	•	(P _c) ² - (P _w) ²		1. P ² - P ² 2. P ² P ² 3. Order of tormula 2. P ² P ² c d d divide by: P ² P ² by:		P _c ² - P _y ²	Backpressure Curve Slope = "n" or Assigned Standard Slope		n x	LOG	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)
												
					1							
Open Flov	<u> </u>			Mcfd @ 14.	65 psia		Deliverab	pility		<u> </u>	Acfd @ 14.65 psia	3
	_		-				· .	both	day of	Detaber	t and that he has	s knowledge of
 		w	itness (if a	ny)			-		i vuu	For Co	ompany /	
For Commission						Checked by						

NOV 3 0 2012

KCC WICHITA								
I declare under penalty of perjury under the laws of the state of Kansas that I am authorized to reques								
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.								
I hereby request a one-year exemption from open flow testing for the Raile 4-25								
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: 10/30/12								
Signature: Mulan A Hay								

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.