KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	:				(See Instruct	ions on Reve	rse Side)				
Open Flow					Tool Date				ΛDI	No. 15	10,079-000	3 0	
Deliverabilty					5/4/12	Test Date: 5/4/12			Ar i	119)- **	~	
Company					 		Lease HORNE	RB			1	Well Number	
County MEADE			Locatio C NW	on	Section 13	+		TWP 33S		RNG (E/W) 27W		Acres Attributed	
Field McKINI	NEY				Reservoir CHES1				Gas Gat	hering Conne	ection		
Completic 10/15/5		1			Plug Back 5708	Total Dept	h		Packer S	et at			
Casing S 5.5	ize		Weight 15 1/2		Internal Diameter		Set at 5780		Perforations 5642		то 5704	- -	
Tubing Size 2 3/8			Weight		Internal D	Internal Diameter		Set at 5700		Perforations			
Type Con			escribe)		Type Flui	d Production	<u> </u>		Pump Ur PU	it or Traveling	Plunger? Yes	/ No	
	Thru		nulus / Tubing)	% C	arbon Dioxi	de		% Nitrog	en	Gas Gr 0.707	avity - G _c	
Vertical D	<u> </u>)			· · · · · · · · · · · · · · · · · · ·	Press	sure Taps				(Meter	Run) (Prover) Size	
					10 1	1:00 am		E/			12 11:00		
Pressure	Buildup): {	Shut in 3/3/	2	0 12 at 1	1.00 am	(AM) (PM) 1	aken	+/	20	12 at 11:00	(AM) (PM)	
Well on L	ine:	:	Started	2	0 at		(AM) (PM) 1	Taken		20	at	(AM) (PM)	
						OBSERVE	D SURFACE	DATA			Duration of Shut-	in 24 Hours	
Static /	Orific		Circle one: Meter	Pressure Differential	Flowing	Well Head	Casin Wellhead P	-		rubing ad Pressure	Duration	Liquid Produced	
Dynamic Property	Size (inche		Prover Pressu psig (Pm)		Temperature t	Temperature t	(P _w) or (P _t)	or (P _c)		(P _t) or (P _c)	(Hours)	(Barrels)	
Shut-In			paig (Fin)	Inches 11 ₂ 0	<u> </u>		135	psia	psig	psia	24		
Flow													
!						FLOW STR	EAM ATTRIE	BUTES					
Plate Coeffiecient (F _b) (F _p) Motd		Pro	Circle one: Meter or over Pressure psia	Press Extension P _m x h	Extension Fact		Flowing Femperature Factor F _{II}	Deviation Factor F _{pv}		Metered Flow R (Mcfd)	w GOR (Cubic Fe Barrel)	I Gravity I	
L	L				(OPEN FL	OW) (DELIV	ERABILITY)	CALCUL	ATIONS		(P.)) ² = 0.207	
(P _c) ² =		<u>.</u> :	(P _w) ² =	<u> </u>	P _d =		% (P _c	- 14.4) +	14.4 =	 ;	(P _d)	2 =	
(P _c)²- (or (P _c)²- ((F	P _c) ² - (P _w) ²	2. P _c ² - P _d ²	LOG of formula 1. or 2. and divide	P _c ² - P _w ²	Slope	sure Curve = "n" or gned	n x l	LOG	Antilog	Open Flow Deliverability Equals R x Antilog	
<u> </u>	· u′			divided by: P _c ² - P _w		<u>'' </u>	Standa	rd Slope				(Mcfd)	
							 		-			+	
Open Flo			<u></u>	Mcfd @ 14	 .65 psia		Deliverabil	ity	, I		Mcfd @ 14.65 ps	ia	
			d authority as			states that h		•	o make #		ort and that he ha		
		_		aid report is tru						ovember		, 20	
			Witness (i	f any)		F	RECEIVE	D	<u>ionen</u>	i roll	Company		
····			For Comm	desion		N	OV 2 17	2012		Che	cked by		

KUC MICHITA

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 BEREXCO 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 HORNER \$\mathbb{B}\$ #1
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: 11/19/12
Signature:

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.

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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.