RECEIVED

KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Field HUGOTON Completion Date 09/98 Casing Size Tubing Size Veight 2.375 Type Completion (Describe) SINGLE GAS Reservoir HERRINGTON Plug Back Total D 2858' Internal Diameter 4.95 Internal Diameter 1.995 Type Fluid Product WATER Producing Thru (Annulus / Tubing) Reservoir HERRINGTON Internal Diameter 1.995 Type Fluid Product WATER	Set at 2921' Set at	Gai ER ON Pac NA	Perforations 2596' Perforations NA mp Unit or Traveling	B-3 To 2644' To NA	Well Number Acres Attributed 640
Company MERIT ENERGY COMPANY County Location SEWARD 1950' FSL & 1993' FEL Field HUGOTON Completion Date 09/98 Casing Size Veight 5.5 15.5# Tubing Size Weight 2.375 4.7# Type Completion (Describe) SINGLE GAS Producing Thru (Annulus / Tubing) Osertion Section Reservoir HERRINGTON Plug Back Total D 2858' Internal Diameter 1.995 Type Fluid Production WATER Producing Thru (Annulus / Tubing) Section Section Herring Heservoir HERRINGTON	MILHON TWP 33 I/UPPER KRID Depth Set at 2921' Set at	Gai ER ON Pac NA	15-175-21751- NG (E/W) IS Gathering Conn. NEOK Cker Set at A Perforations 2596' Perforations NA mp Unit or Traveling	B-3 To 2644' To NA	Acres Attributed 640
MERIT ÉNERGY COMPANY County SEWARD 1950' FSL & 1993' FEL 4 Field HUGOTON Completion Date 09/98 Casing Size Veight 5.5 15.5# Tubing Size Weight 2.375 Type Completion (Describe) SINGLE GAS Producing Thru (Annulus / Tubing) Section Section Reservoir HERRINGTON HERRINGTON 1	MILHON TWP 33 I/UPPER KRID Depth Set at 2921' Set at	Gai ER ON Pac NA	s Gathering Conn- NEOK cker Set at A Perforations 2596' Perforations NA mp Unit or Traveling	B-3 ection To 2644' To NA	Acres Attributed 640
SEWARD 1950' FSL'& 1993' FEL 4 Field Reservoir HUGOTON HERRINGTON Completion Date Plug Back Total D 09/98 2858' Casing Size Weight Internal Diameter 5.5 15.5# 4.95 Tubing Size Weight Internal Diameter 2.375 4.7# 1.995 Type Completion (Describe) Type Fluid Product SINGLE GAS WATER Producing Thru (Annulus / Tubing) % Carbon Diameter	33 I/UPPER KRID Pepth Set at 2921' Set at	Gai ER ON Pac NA	s Gathering Conn- NEOK cker Set at A Perforations 2596' Perforations NA mp Unit or Traveling	To 2644' To NA	640
HUGOTON Completion Date 09/98 2858' Casing Size 5.5 15.5# Tubing Size 2375 4.7# Type Completion (Describe) SINGLE GAS Weight 1.995 Type Fluid Product WATER Producing Thru (Annulus / Tubing) Plug Back Total D 2858' Internal Diameter 4.95 Type Fluid Product WATER Producing Thru (Annulus / Tubing) Plug Back Total D Internal Diameter 4.95 Type Fluid Product WATER	Set at 2921' Set at	ER ON Pac	NEOK cker Set at A Perforations 2596' Perforations NA mp Unit or Traveling	To 2644' To NA	
09/98 2858' Casing Size Weight Internal Diameter 5.5 15.5# 4.95 Tubing Size Weight Internal Diameter 2.375 4.7# 1.995 Type Completion (Describe) Type Fluid Product SINGLE GAS WATER Producing Thru (Annulus / Tubing) % Carbon Diameter	Set at 2921' Set at	Pur No	A Perforations 2596' Perforations NA mp Unit or Traveling	2644' To NA	
5.5 15.5# 4.95 Tubing Size Weight Internal Diameter 2.375 4.7# 1.995 Type Completion (Describe) Type Fluid Production SINGLE GAS WATER Producing Thru (Annulus / Tubing) % Carbon Diameter 1.995	2921' Set at	Pur No	2596' Perforations NA mp Unit or Traveling	2644' To NA	• .
2.375 4.7# 1.995 Type Completion (Describe) Type Fluid Production SINGLE GAS WATER Producing Thru (Annulus / Tubing) % Carbon Di	etion	Pur N 0	NA mp Unit or Traveling	NA	
Type Completion (Describe) SINGLE GAS Producing Thru (Annulus / Tubing) Type Fluid Production WATER Carbon Di		Pur N (mp Unit or Traveling		
SINGLE GAS WATER Producing Thru (Annulus / Tubing) % Carbon Di		N(•	i Plunger? Yes	/ No
- · · · · · · · · · · · · · · · · · · ·	ioxide	0/	0		
CASING		7₀ I	Nitrogen	Gas Gra	avity - G _g
· · · · · ·	ressure Taps -ANGE			(Meter F 3	Run) (Prover) Size
Pressure Buildup: Shut in 08/15/2013 20 at 09:00 AN	M (AM) (PM) Ta	nken 08/16	6/2013 20	at_9:00 A	(AM) (PM)
Well on Line: Started 20 at	(AM) (PM) Ta	aken	20	at	(AM) (PM)
· · · · · · · · · · · · · · · · · · ·	IVED SURFACE D	DATA		Duration of Shut-i	in Hours
Static / Orifice Dynamic Size Property (inches) Prossure psig (Pm) Pressure Prossure psig (Pm) Pressure Pressure Inches H ₂ 0 Well Hear Temperature t	wellhead Pre	$ \begin{array}{ccc} \text{Casing} & \text{Tubing} \\ \text{Wellhead Pressure} & \text{Wellhead Pressure} \\ (P_{w}) \text{ or } (P_{t}) \text{ or } (P_{c}) & (P_{w}) \text{ or } (P_{t}) \text{ or } (P_{c}) \end{array} $		Duration (Hours)	Liquid Produced (Barrels)
Shut-In .63	psig	psia 62	psig psia	24	
Flow					
FLOW S	STREAM ATTRIBU	UTES	1		
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	Flowing Temperature Factor, F ₁₁	Deviation Factor F _{pv}	n Metered Flow R (Mcfd)	v GOR (Cubic Fer Barrel)	L Gravity I
(OPEN FLOW) (DEI	•	14.4) + 14.4		(P _a)² (P _d)²	² = 0.207 ² =
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Backpressu Slope = or Assign Standard	= "n" ned	n x LOG	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)
Open Flow Mcfd @ 14.65 psia	Deliverability	<u> </u>		Mcfd @ 14.65 psi	a
The undersigned authority, on behalf of the Company, states that	at he is duly autho	orized to ma			
he facts stated therein, and that said report is true and correct. Execu	ted this the 5TH	day	of November	- .	, 20 13
	· ,	• .	m	P	KCC WICH
······································	_		ForC	Company	

ં હેલ્લ 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 MERIT ENERGY COMPANY
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 MILHON B-3
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: 11/06/2013
Signatura: M. Clariffa Tam
Signature: Yr LChing attended
Title: REGULATORY ANALYST

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.