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## KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test  | t:                               |   |                                      |  | (                                     | See Instruct            | tions on Re                      | verse Side                             | e)   |                             |                  |                                       |  |  |
|--|----------------------------------|---|--------------------------------------|--|---------------------------------------|-------------------------|----------------------------------|--|--|-----------------------------|------------------|---------------------------------------|--|--|
| ✓ Open Flow  |                                  |   |                                      | Test Date: API No. 15  |                                       |                         |                                  |  |  |                             |                  |                                       |  |  |
| Deliverabilty  |                                  |   |                                      | 10/31/13   |                                       |                         |                                  | 023-20654-0000                         |  |                             |                  |                                       |  |  |
| Company Priority Oil & Gas LLC                                       |                                  |   |                                      |  | Lease<br>McCurry                      |                         |                                  |  | 4  |                             |                  | Weil Number<br>4-17                   |  |  |
| County Location Cheyenne W2 NW NW                                    |                                  |   |                                      | Section<br>17  |                                       |                         |                                  | RNG (E/W)<br>40                        |  |                             | Acres Attributed |                                       |  |  |
| Field<br>Cherry Creek  |                                  |   |                                      |  | Reservoir<br>Beecher Island           |                         |                                  |  | Gas Gathering Connection Priority Oil & Gas LLC  |                             |                  |                                       |  |  |
| Completion Date 3/3/06   |                                  |   |                                      | Plug Bac<br>1347'  | Plug Back Total Depth<br>1347'        |                         |                                  |  | Set at   |                             |                  |                                       |  |  |
| Casing S<br>4.5 in   | Casing Size Weight 4.5 in 10.5 # |   |                                      | Internal (<br>4.052  | Diameter                              | Set at<br>1348' KB      |                                  | Perforations<br>1185                   |  | , То<br>1222                |                  |                                       |  |  |
| Tubing Size Weight none  |                                  |   |                                      | Internal (   | Internal Diameter Set at              |                         |                                  | Perfo                                  | То   |                             |                  |                                       |  |  |
| Type Con<br>single (   | •                                | (Descrit  | be)                                  |  | Type Flui                             | d Production            | 1                                |  | Pump U   | nit or Traveling            | Plunger? Yes     | /No                                   |  |  |
| Producing Thru (Annulus / Tubing) casing                             |                                  |   |                                      |  |                                       | % Carbon Dioxide<br>.52 |                                  |  |  | jen<br>7                    |                  | Gas Gravity - G <sub>o</sub><br>.5873 |  |  |
| Vertical D   | Depth(H                          | )   |                                      | <del></del>  |                                       | <del> </del>            | sure Taps                        |  | 3.87   |                             |                  |                                       | rover) Size  |  |
| 1370'  | <b>-</b>                         |   |                                      |  | 4                                     |                         | <u>-</u> -                       |  |  |                             | 2 i              |                                       |  |  |
| Pressure   | Buildup                          |   |                                      | 2  | 0 13 at 1                             |                         | (AM) (PM)                        | Taken                                  |  | 20                          | at               |                                       | (AM) (PM)  |  |
| Well on L  | .ine:                            | Start   | ed 10/3                              | 2  | 0 13 at 1                             | 2.42                    | (AM) (PM)                        | Taken                                  |  | 20                          | at               |                                       | (AM) (PM)  |  |
|  |                                  |   |                                      |  |                                       | OBSERVE                 | D SURFAC                         | E DATA                                 |  |                             | Duration of Shu  | t-in_24                               | .5 Hours   |  |
| Static /<br>Dynamic<br>Property                                      | Dynamic Size                     |   | Circle one:<br>Meter<br>rer Pressure | 1  | Flowing Well Hea Temperature t t      |                         | Weilhead Pressure                |  | Tubing Wellhead Pressure (P, ) or (P, ) or (P, ) |                             | 1 '              |                                       | id Produced<br>Barrels)                            |  |
| Shut-in  |                                  | P   | sig (Pm)                             | Inches H <sub>2</sub> 0  |                                       |                         | psig                             | psia                                   | psig   | psia                        |                  |                                       |  |  |
| Flow   | .500                             |   |                                      |  |                                       |                         | 61                               | 75.4                                   |  |                             |                  |                                       |  |  |
|  |                                  |   |                                      |  | <del></del>                           | FLOW STR                | EAM ATTR                         | IBUTES                                 |  |                             |                  |                                       |  |  |
| Plate<br>Coeffiecient<br>(F <sub>b</sub> ) (F <sub>p</sub> )<br>Mcfd |                                  | Circle one:<br>Meter or<br>Prover Pressure<br>psia              |                                      | Press Grant Factor Fact |                                       | tor Temperature         |                                  | Deviation<br>Factor<br>F <sub>pv</sub> |  | Metered Flov<br>R<br>(Mcfd) | (Cubic F         | GOR<br>(Cubic Feet/<br>Barrel)        |  |  |
| <u> </u>   |                                  |   |                                      |  |                                       |                         | •                                |  |  |                             |                  |                                       |  |  |
| (P <sub>c</sub> ) <sup>2</sup> =                                     |                                  | :   | (P <sub>w</sub> )² =_                | :  | (OPEN FLO                             | OW) (DELIV              |                                  | ) CALCUI<br><sup>2</sup> , - 14.4) +   |  | :                           |                  | $()^2 = 0.2$ $()^2 = $                | 207  |  |
| $(P_a)^2 - (P_n)^2$<br>or<br>$(P_a)^2 - (P_d)^2$                     |                                  | (P <sub>c</sub> ) <sup>2</sup> - (P <sub>w</sub> ) <sup>2</sup> |                                      | 1. P <sub>c</sub> <sup>2</sup> -P <sub>a</sub> <sup>2</sup> 2. P <sub>c</sub> <sup>2</sup> -P <sub>d</sub> <sup>2</sup> vided by: P <sub>c</sub> <sup>2</sup> -P <sub>a</sub> <sup>2</sup>   | LOG of formula 1, or 2, and divide    |                         | Backpressure Curv<br>Slope = "n" |  | n x LOG  |                             | Antilog          | O<br>De<br>Equal:                     | Open Flow Deliverability Equals R x Antilog (Mcfd) |  |
|  |                                  |   |                                      | /: ' G   |                                       |                         |                                  |  |  |                             |                  |                                       |  |  |
| Open Flor  | w                                |   | <u>.</u>                             | Mcfd @ 14.   | 65 psia                               |                         | Deliverat                        | oility                                 |  |                             | Mcfd @ 14.65 p   | sia                                   |  |  |
| The u  | undersi                          | ned aut   | hority, on                           |  | · · · · · · · · · · · · · · · · · · · | states that h           | e is duly a                      | uthorized                              | to make th                                       | -                           | rt and that he h | ,                                     | eledge of  |  |
| the facts s  | tated th                         | erein, an   | d that said                          | report is true   | and correc                            | t. Executed             | this the                         |  |  | Octobe                      |                  | ,                                     | 20 13.   |  |
| 14   | iñ                               | >_K   | Witness (if a                        | Firehre<br>ny)   | 1                                     |                         | -                                | N                                      | hhi  | - A . V.                    | Tompeny K        | CC-/                                  | VICHIT   |  |
|  |                                  |   | For Commiss                          | sion   |                                       |                         | -                                |  |  | Chec                        | ked by           | EC 0                                  | 5 2013   |  |

| exempt status und<br>and that the foreg<br>correct to the bes<br>of equipment insta | er penalty of perjury under the laws of the state of Kansas<br>ler Rule K.A.R. 82-3-304 on behalf of the operator Priority C<br>going pressure information and statements contained on the<br>of my knowledge and belief based upon available production<br>allation and/or upon type of completion or upon use being materials and the Modern open flow testing for the Modern | Dil & Gas LLC his application form are true and ion summaries and lease records ade of the gas well herein named. |
|---|---|---|
|   | ounds 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 is on vacuum at the present time; KCC approval Docket No is not capable of producing at a daily rate in excess of 25 to supply to the best of my ability any and all supporting of to corroborate this claim for exemption from testing.    | 0<br>60 mcf/D   |
| Date: 10/31/13  | Signatura: M 1 - A  | <i>a</i> ————————————————————————————————————   |
|   | 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.

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.