KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

	t: en Flow eliverabil				Test Date		tions on Re	everse Side	API	No. 15 2 20274 00	000			
Company Priority Oil & Gas LLC					10/29/	10/29/13 Lease , Kendrick-Sci			023-20371-0000 orzman 2-			Well Number		
County Location Cheyenne N/2 SW I					Section V 20			TWP - RNG (E/W) 4S 40			Acres Attributed			
Field Cherry Creek				Reservoi	Reservoir Beecher Island			Gas Gathering Connection Priority Oil & Gas LLC			•			
Complete 01/25/0)			Plug Bac 1350	k Total Dep	th		Packer 8	Set at				
Casing Size 4.5 in			Weight 10.5 #		Internal Diameter 4.052		Set at		Perforations 1230		то 1269			
Tubing Size 1.25"			Weight		Internal Diameter		Set at 1228		Perforations		То	То		
Type Con single ((De	escribe)		Type Flui none	d Production	n		Pump Ur	nit or Traveling	. •	/No		
Producing Thru (Annulus / Tubing) tubing				% C	% Carbon Dioxide			% Nitrogen 3.528		Gas G .582	Gas Gravity - G _g .582			
Vertical D	Pepth(H)				, ,	Pres	sure Taps				Meter 21	ノ`	over) Size	
Pressure Buildup:					13 at 10:10		(PM) Taken		20		at	(AM) (PM)	
Well on L	.ine:		Started 10/2	<u>2</u>	13 at 1	1:13	(PM)	Taken	·····	20	at	(AM) (PM)	
			Circle one:			OBSERVE	D SURFAC		· · · · ·		Duration of Shu	t-in_25.0	05_Hours	
Static / Dynamic Property	namic Size		Meter Prover Pressur psig (Pm)	Pressure Differential in tnches H ₂ 0	Flowing Well Head Temperature		Casing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia		Tubing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Duration Liquid Produ (Hours) (Barrels)		I	
Shut-In														
Flow	.375		·			EL OW STO	126	140.4						
Plate Coefficient (F _b) (F _p) Mcfd		Circle one: Meter or Prover Pressure psia		Press Extension ✓ P _m x h	Grav Fac	vity tor	Flowing Temperature Factor F ₁₁		riation actor = pv	Metered Flow R (Mcfd)	(Cubic F	GOR (Cubic Feet/ Barrel)		
	<u></u>			·	(OPEN FL	OW) (DELIV	ERABILITY	/) CALCUL	ATIONS		(P)² = 0.20	77	
(P _c) ² =		<u>.:</u> _	(P _w)² =_	: Choose formula 1 or 2	P _d =		% (P _c - 14.4) +	14.4 =	:) ² =	·· 	
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(P	(P _w) ² - (P _w) ²	1. P _c ² - P _d ² 2. P _c ² - P _d ² studed by: P _c ² - P _d	LOG of formuta 1. or 2. and divide	P _a ² -P _w ²	Backpressu Slope =or- Assigr Standard		n x	roe	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)		
Open Flo	w			Mcfd @ 14.	.65 psia	·• ·	Deliverat	bility			Mcfd @ 14.65 ps	sia		
	_		=				-	29th	day of	octobe	rt and that he h		edge of 10 <u>(3</u> .	
1-/-		_	Witness (if	any)	0		-		Noch		ompany K	CC '	WICHI	
			For Commi	ssion		-	-			Chec	ked by		0 5 2012	

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exempt status und and that the foreg correct to the best of equipment insta	er 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 oing 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 llation and/or upon type of completion or upon use being made of the gas well herein named. est a one-year exemption from open flow testing for the Kendrick-Schorzman 2-20
gas well on the gro	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 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: 10/29/13	Signature: Mh. 4. J.
	Title: Business Manager

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.