KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST (See Instructions on Reverse Side)

RECEIVED

DEC 3 1 2012

| Type Tes | t: | | | • | See instruct | uons on He | verse Siae | !) | | | |
|---|----------------------------|---|---|---|-----------------------------------|---|--|---------------|---|--|---|
| | en Flow liverabili | | | Test Date 07/16/2 | | | | | No. 15 129-20353 ~ | -0000 K | CC WICH |
| Company MERIT I | | Y COMPANY | | | | Lease LEWIS | ÉP B | | | | Well Number 1 |
| County Location MORTON 3300' FSL & 1980' FEL | | Section 18 | | | | | RNG (E/W) 41W | | Acres Attributed 640 | | |
| Field TALOGA NE | | | Reservoir CHEROKEE | | | Gas Gathering Connection APC | | | | | |
| Completion Date 05/13/2005 | | | Plug Back Total Depth 4504 | | | Packer S NA | et at | | | | |
| Casing S 4.5 | ing Size Weight 10.5 | | Internal Diameter 3.95 | | Set at 4553' | | Perforations 4390' | | то 4406' | · - | |
| Tubing S 2.375 | ubing Size Weight .375 4.7 | | nt | Internal t 1.995 | Diameter | | Set at Perfora 4391' NA | | ations | ns To NA | |
| Type Completion (Describe) SINGLE GAS | | | Type Flui WATE | id Production R | 7 | n de design ou manifelf de mana mere en | Pump Unit or Travelir YES | | g Plunger? Yes / No | | |
| Producing TUBING | | Annulus / Tubin | g) | % (| Carbon Dioxi | de | | % Nitrog | en | Gas Gr | avity - G _g |
| Vertical C 4398' | epth(H) | | , | | Pres: FLAI | sure Taps NGE | | | | (Meter I | Run) (Prover) Size |
| Pressure | Buildup: | Shut in | 16/2012 | 20 at _3 | :00 PM | (AM) (PM) | Taken_07 | 7/17/201 | 2 20 | at 3:00 P | M (AM) (PM) |
| Well on L | ine: | Started | 2 | 0 at | | (AM) (PM) | Taken | | 20 | at | (AM) (PM) |
| | | | | 1 | OBSERVE | D SURFACI | | | | Duration of Shut- | in Hour |
| Static / Dynamic Property | Orifice Size (inches | Meter Prover Pressi | Prover Pressure in | | Flowing Well Head Temperature t t | | Casing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia | | ubing ad Pressure (P _t) or (P _c) psia | Ouration (Hours) | Liquid Produced (Barrels) |
| Shut-In | .75 | | | | | parg | 39 | psig | 39 | 24 | |
| Flow | | | | | ļ | | | | | | |
| | | | | | FLOW STR | EAM ATTR | BUTES | | | | |
| Ptate Coefficcient (F _b) (F _p) Mcfd | | Circle one: Meter or Prover Pressure psia | Press Extension P _m xh | Grav Fac F | ' 1 T | Flowing Femperature Factor F _{II} | ure Eactor | | Metered Flow GOF R (Cubic F (Mctd) Barre | | I Gravity |
| | | | | (OPEN FL | OW) (DELIV | ERABILITY | CALCUL | ATIONS | | (B.) | ² = 0.207 |
| (P _c)? = | | : (P _x) ² = | ; | P _a = | 9 | % (F | ° - 14.4) + | 14.4 = | : | (P _a) | |
| (P _c) ² - (I | ⊃_)² | (P _c) ² - (P _*) ² | Choose formate 1 or 2 1. $P_c^2 - P_a^2$ 2. $P_c^2 - P_d^2$ arvines by $P_c^2 - P_a^2$ | 2. P2-P2 LOG of tormula 2. P2-P3 and divide | | Backpressure Curve Slope = `n" | | n x LOG | | Antilog | Open Flow Deliverability Equals R x Antilog (Mcfd) |
| | | | | | | | | | | ······································ | |
| Open Flow Mcfd @ 14.65 | | | 65 psia | 5 psia Deliverability | | | Mcfd @ 14.65 psia | | | | |
| | • | ned authority, or | | , . | | • | | | · | rt and that he ha | s knowledge of |
| | | Witness (i | fany) | | | _ | | | For C | оправну | |
| | | For Comm | ission | | | _ | | | Chec | kett by | |

| • | CONT. | | | | | | | | | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|------------------------------------|--|--|--|--|--|--|--|--|--|
| 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 MERIT ENERGY COMPANY and that the foregoing pressure information and statements contained on this application form are true correct to the best of my knowledge and belief based upon available production summaries and lease reconstruction. | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | of equipment installation and/or upon type of completion or upon use being made of the gas well herein name. I hereby request a one-year exemption from open flow testing for the LEWIS EP B #1 | | | | | | | | | | |
| | | | | | | | | | | | ell 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 | | | | | | | | | | | | | | | | | | | |
| | 13 Hot capable of producing at a daily fate in excess of 250 Hichb | | | | | | | | | | | | | | | | | | | |
| I f | urther agree to supply to the best of my ability any and all supporting documents deemed by Commission | | | | | | | | | | | | | | | | | | | |
| staff a | s necessary to corroborate this claim for exemption from testing. | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| Date: | 12/28/2012 | | | | | | | | | | | | | | | | | | | |
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| | loa O 4 | | | | | | | | | | | | | | | | | | | |
| | Signature: | | | | | | | | | | | | | | | | | | | |
| | 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.