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

Type Test	t:				(See Instruct	uons on Heve	erse Siae	"					
	en Flo			1	- Test Date	e:			API	No. 15				
De	liveral	oilty	414.S	but in to	S10122/2	014			15-	175-22096 -	-0000			
Company PALMER OIL, INC.			•				oase OZELLE			Well Number #1-2				
County SEWARD			Locati SE-SW		Section 1		TWP 34S		RNG (E/W) 33W		Acres Attributed			
Field EVALYN-CONDIT			Reservoir LOWER MORROW				Gas Gathering Connection ANDARKO PETROLEUM CORP.							
Completion Date 08/31/2007			· · · · · · · · · · · · · · · · · · ·		Plug Bac 6262	ck Total Depth			Packer Set at NONE					
Casing S 4.50	ize		Weigh	t	Internal Di 4.052		Diameter Set at 6332		Perforations 5901		т _о 5909			
Tubing Si	ize		Weigh 4.70	t	Internal Dia 1.995				Perforations		То			
Type Completion (I					Type Fluid Production OIL & FORMAT		n		Pump Unit or Traveling F		Plunger? Yes / No			
Producing Thru (Annulu			nulus / Tubing	<u>a</u>)		% Carbon Dioxíde			% Nitrogen			Gas Gravity - G		
TUBING	_													
Vertical D	epth(I	H)				Pres	sure Taps				(Meter	Run) (P	rover) Size	
Pressure	Buildu	ıp:	Shut in 10/	22 2	0 14 at 3	:15 PM	(AM) (PM) 1	raken_10)/23	20	14 at 3:20 F	M (AM) (PM)	
Well on L	ine:		Started	2	0 at		(AM) (PM)	Taken		20	at	(AM) (PM)	
						OBSERVE	D SURFACE	DATA			Duration of Shut	in <u>24</u>	Hours	
Static / Orifice Dynamic Size		ze	Circle one: Meter Prover Pressu	Pressure Differential in	Flowing Well Head Temperature		Casing Welihead Pressure (P _a) or (P ₁) or (P ₆)		Tubing Wellhead Pressure (P,) or (P,) or (Pc)				d Produced Barrels)	
Shut-In	Property (inches		psig (Pm)	Inches H ₂ 0		l l	psig psia		psig	psia	Rece	Received ANSAS CORPORATION COMMISS		
Flow							190					+		
						EL OW STO	EAM ATTRIE		!		DEC 1	3 ZU	!	
			Circle one:			PLOW 51H	•	0123	i		CONSERVATION		(-,-	
1 1 1 1 1 1 1			Meter or	Press Extension	Grav		Flowing Femperature		iation	Metered Flov			Flowing Fluid	
		Prover Pressure		√ P _m xh	Faci	ior I	Factor		ctor	R (Mcfd)	(Cubic Fe Barrel)		Gravity	
Mcfd			psia —		*	'	F ₁₁						G _m	
					(OPEN EL	OW) (DELIV	ERABILITY)	CVI CIII	ATIONS					
(P _c)² =		:	(P _w) ² =	:	P _d =	, ,		<i>-</i> 14.4) +		;	(P _a) (P _d)	2 = 0.2 2 =	07	
``°' = =		_		Choose formula 1 or 2			Backpress			L -1				
(P _{,0})² - (F	ه(۵	(F	P _o) ² - (P _w) ²	1. P _e ² -P _e ²	LOG of formula			= "n"	l n x i	.og	A sél	,	en Flow verability	
(P _a)2- (F	⊃_)2			2. P _e ² -P _d ²	1. or 2. and divide	D 2 . D 2	Assi	or gned	'		Antilog	Equals	R x Antilog	
		•		divided by: P _a - P _a	by:	P.2 - P.2	Standar	d Stope				<u> </u>	(Mcfd)	
												ļ		
					ļ									
Open Flow Mcld @ 14.65 psia					Deliverability Mcfd @ 14.65 psla									
The u	unders	igned	d authority, or	behalf of the	Company, s	tates that h	e is duly auth	norized to	make th	e above repo	rt and that he ha	as know	ledge of	
the facts st	tated t	herei	n, and that sa	id report is true	and correc	t. Executed	this the 12		day of D	ECEMBER	<u></u>		20 14 .	
			Witness (ii	any)	····		_		Sh,	elley	ase annual			
			For Comm				<u></u>			JUS 2	Schurc	W	ex_	
			i Ot Coullin						7	e one	and by			

exempt status under Rule K.A.R. 82-3-304 on be							
	d statements contained on this application form are true and						
•	ased upon available production summaries and lease records appletion or upon use being made of the gas well herein named.						
I hereby request a one-year exemption from							
gas well on the grounds that said well:	Received KANSAS CORPORATION COMMISSION						
(Check one)	DEC 1 5 2014						
is a coalbed methane production is cycled on plunger lift due to	MICHITA DE						
is a source of natural gas for	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 on vacuum at the present t							
is not capable of producing a	at a daily rate in excess of 250 mcf/D						
I further agree to supply to the best of my alstaff as necessary to corroborate this claim for others: 12/12/2014	bility any and all supporting documents deemed by Commission exemption from testing.						

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.