KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Tes	t:		J.1.2		(See Instruc	ctions on Re	everse Side) •)					
✓ Open Flow Deliverabilty				Test Date: 10/24/14			API No. 15 023-20739-0000							
Company Priority Oil & Gas LLC				10/24/1	<u>*</u>	Lease DeGoo					Well Number 1-28			
County			Location NW-NW-NE		Section 28		TWP 4 S		RNG (E/W) 40			Acres	Attributed	
Field ,				Reservoir				Gas Gat	hering Conne	ection				
Cherry Creek Completion Date			-	Beecher Island/ Niobrara Plug Back Total Depth			Priorit	y Oil & Gas	LLC					
03/21/07	7				1396	·								
Casing Size 4.5 in			Weight 10.5 #	Internal Diameter 4.052		Set at 1397'		Perforations 1243'		™ 1281'				
Tubing S	ize	•	Weight	t	Internal Diameter		Set	Set at		Perforations		То		
Type Completion (Describe) Single (Gas)				Type Fluid Production none				Pump Unit or Traveling Plunger? Yes / No						
Producing Thru (Annulus / Tubing))	% Carbon Dioxide				% Nitrog		Gas Gravity - G			
casing Vertical [Depth(H	1)			0.425	Pres	ssure Taps		3.374		.586 (Meter	Run) (Prover) Size	
Pressure Buildup:			Shut in	0_14_at_1		. (PM)	AM) (PM) Taken		20			(AM) (PM)		
Well on Line:			Started 10/2	24/14 2	o <u>14</u> at <u>1</u>	1:56	(PM)	Taken		20	at		. (AM) (PM)	
	•				<u> </u>	OBSERVI	ED SURFAC	E DATA		•	Duration of Shut	25	5.33 Hours	
Static / Orifice Dynamic Size Property (inches		e	Circle ano: Meter Prover Pressu	I	Flowing Well He		Wallhood Proceura		Tubing Wellhead Pressure (P _w) or (P ₁) or (P _c)		Duration (Hours)	Liqu	Liquid Produced (Barrels)	
Shut-In			psig (Pm) Inches		<u> </u>		psig psia		psig psia		<u> </u>	+-		
Flow	.500)			<u> </u>		141	155.4	·					
					<u> </u>	FLOW ST	REAM ATTI	RIBUTES					T	
Plate Coeffiecient (F _b) (F _p) Mcfd		Pro	Circle ane: Meter or over Pressure psia	Press Extension P _m x h	Facioi		Flowing Temperature Factor F _{ft}		riation actor F _{pv}	Metered Flow R (Mcfd)	GOR (Cubic F Barre	eet/	Flowing Fluid Gravity G _m	
											<u> </u>			
					•		VERABILIT) ² = 0.	207	
(P _c) ² =		<u>:</u>	: (P _w) ² = : : : : : : : : : : : : : : : : : :		P _d =		% (P _c - 14.4) -				(P _d	1 ⁾² =	Open Flow	
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(F	$(P_c)^2 - (P_w)^2 = 1. P_c^2 - P_a^2$ $2. P_c^2 - P_a^2$ divided by: $P_c^2 - P_w$		LOG of. formula 1. or 2. and divide by: p2.p2		Slope = "n"		n x 106		Antilog	De	Deliverability Equals R x Antilog (Mcfd)	
	,			c w				<u> </u>				1		
Open Flo	w	Mcfd @ 14.65 psia					Deliverability		Mcfd @ 14.65 psia					
		-		n behalf of the	e and correc	t. Execute	d this the _	26H2		ne above repo	rt and that he h	as kno	wledge of , 20 <u>/</u> 4	
			Witness (ii	lany)				1		For C	ompany			
			For Comm	ission	<u>L</u>	EC 3-0	ZU14			Chec	cked by			

CONSERVATION DIVISION WICHITA, KS

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 Priority Oil & Gas LLC 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 DeGood 1-28
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: 12/22/14
Received Signature: Manager DEC 3 0 2014 CONSERVATION DIVISION WICHITA, KS

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.