KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test | t: | | | | (| See Instruct | ions on Rev | erse Side | a) | | | |
|-------------------------------------|---|----------|--|--|-------------------------|--------------------------|--------------------------------------|--|----------------------|-------------------------------|----------------------|--------------------------------------|
| √ op | en Flo | w | | | Tauk Dake | | | | ADI | N- 4F | | |
| De | liverat | oilty | | | Test Date 10/30/14 | - | | | | No. 15 1 -20490-0 0 | 000 | |
| Company Priority | | k Ga | as LLC | | | | Lease Uplinge | er | | | | Well Number 3-18 |
| County | | | Locat | | Section | | TWP | | RNG (E/ | <u></u> | | Acres Attributed |
| Cheyer | nne | | S/2 N | 2 NE | 18 | | 5 <u>S</u> | | 41 | | | |
| Field Cherry | | | | | | er Island | | | Priority | oring Conne | | · |
| 04/28/0 | | te | | | Plug Bac | k Total Dept | :h | | Packer S | et at | | |
| Casing S 4.5 in | ize | | Weight 10.5 # | | Internal Diameter 4.052 | | Set at 1492 KB | | Perforations 1298 | | то 1334 | |
| Tubing Si | ize | | Weigt | nt | internal I | Diameter | Set a | t | Perfor | ations | То | |
| Type Con single (| | n (D | escribe) | | | d Production | า | | Pump Un | it or Traveling | Plunger? Yes | / (No |
| | | (Anı | nulus / Tubin | g) | | arbon Dioxi | de | | % Nitroge | en | Gas Gr | avity - G _o |
| casing | | | | | | .27 | | | 4.85 | | .594 | 6 |
| Vertical D | Depth(l | H) | · | | | Pres | sure Taps | | | | Meter 2 in | Run (Prover) Size |
| Pressure | Buildu | | Shut in | ut in 2 | 0_14_at | _ | (AM) (PM) | Taken | | 20 | at | (AM) (PM) |
| Well on L | .ine: | | Started 10/ | 302 | 0 14 at 1 | 2:33 | (AM) (PM) | Taken | | 20 | at | (AM) (PM) |
| | | _ | , | | | OBSERVE | D SURFACE | DATA | | | Duration of Shut- | in 0 Hours |
| Static / Dynamic | Orif Siz | | Circle one: Meter Prover Press | Pressure Differential ure in | Flowing Temperature | Well Head Temperature | Casi Wellhead F | sing Tubing I Pressure Wellhead Pressure Duration Liquid Pro | | Liquid Produced (Barrels) | | |
| Property | (inch | ies) | psig (Pm) | inches H ₂ 0 | l t | t | (P _w) or (P _i | psia | psig | psia | (riodia) | (Ballela) |
| Shut-In | .500 |) | | | | | 54 | 68.4 | | | | |
| Flow | | | | | | | | | | | | |
| | · | | • | | | FLOW STR | EAM ATTRI | BUTES | • | | | |
| | Plate | | Circle one: | Press | Grav | rity _ | Flowing Dev | | viation Metered Flow | | , GOR | Flowing |
| | Coeffiecient (F _b) (F _a) | | Meter or over Pressure | Extension | Faci | tor | femperature Factor | 1 | ctor | R | (Cubic Fe Barret) | et/ Fluid Gravity |
| Mefd | | | psia. | √P _m xh | F, | | F _{ft} | ļ | ρv | (Mcfd) | Barren | G _m |
| | | | | | | | , | | | | | |
| | | | | | (OPEN FL | OW) (DELIV | ERABILITY) | CALCUL | ATIONS | | (P.) | ² = 0.207 |
| (P _c) ² = | | _: | (P _w) ² = | :: | P _d = | | % (P, | _e - 14.4) + | 14.4 = | : | (P _d) | |
| (P _a) ² - (I | D \2 | /. | P _e) ² - (P _w) ² | Choose formula 1 or 2 | LOG of | ĒĪ | | sure Curve | , | Γ٦Ϊ | | Open Flow |
| or | ٠. | " | -6) (-2)- | 1. P ₂ -P ₂ 2. P ₂ -P ₂ | formula 1, or 2. | | Slop | e = "n" or | _ nxL | og | Antilog | Deliverability Equals R x Antilog |
| . (P _c)2- (I | P _d) ² | | | divided by: P.2 - P. | and divide | Pc-Pv2 | | igned Ird Slope | | | | (Mcfd) |
| | | | | | | | | | i i | | | |
| _ | - | | | | • | | | | | | | <u> </u> |
| Open Flo | | <u> </u> | · | Mcfd @ 14 | 65 psia | | Deliverabi | lity | . | | Mcfd @ 14.65 ps | ia |
| | | | | | • | | | • | | | | |
| | | • | • | n benair or the aid report is true | | | • | | day of | n | rt and that he ha | as knowledge of |
| | | | , | | | | | | | 7'/ | 12 | |
| | | | Witness | îf any) | [| K CC V | VICHIT | Ά | — <i>—</i> | 1 / 3 · / or | Company | |
| | | | | | | | | | | | | |
| | | | For Com | nission | | ULU 3 | 0 2014 | | | Chec | cked by | |

RECEIVED

| | ler penalty of perjury under the laws of the state of Kansas that I am authorized to request | | | | | | |
|--------------------|--|--|--|--|--|--|--|
| exempt status und | der Rule K.A.R. 82-3-304 on behalf of the operator Priority Oil & Gas LLC | | | | | | |
| and that the fore | going pressure information and statements contained on this application form are true and | | | | | | |
| correct to the bes | t of my knowledge and belief based upon available production summaries and lease records | | | | | | |
| of equipment inst | allation and/or upon type of completion or upon use being made of the gas well herein named. | | | | | | |
| l hereby requ | est a one-year exemption from open flow testing for the Uplinger 3-18 | | | | | | |
| gas well on the gr | rounds that said well: | | | | | | |
| <i>(</i> 0) | | | | | | | |
| (Check | is a coalbed methane producer | | | | | | |
| | is a coalibed methane producer | | | | | | |
| | 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 | | | | | | |
| V | is not capable of producing at a daily rate in excess of 250 mc/b | | | | | | |
| I further agre | e to supply to the best of my ability any and all supporting documents deemed by Commission | | | | | | |
| _ | y to corroborate this claim for exemption from testing. | | | | | | |
| | , | | | | | | |
| | • | | | | | | |
| Date: 12/23/14 | | | | | | | |
| Date: 12/23/14 | | | | | | | |
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| Date: 12/23/14 | <u> </u> | | | | | | |
| Date: 12/23/14 | | | | | | | |
| Date: 12/23/14 | KCC WICHIT Signature: 2 S. Asles | | | | | | |
| Date: 12/23/14 | KCC WICHITAignature: S. John Titlo: Member | | | | | | |
| Date: 12/23/14 | KCC WICHIT Signature: DEC 3 0 2014 Title: Member | | | | | | |

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.