Kansas Corporation Commission One Point Stabilized Open Flow or Deliverability Test

Type Test	:			(See Instruct	tions on Reve	erse Side)					
Open Flow Deliverability				Test Date: 9-17-15				රිවුද්-°1ර්077-0000					
RED'HILLS RESOURCES INC				##NDALL							Well Number		
CLÄRK NWSENE			Section 36		 34s		BNG (F/W)			Acres Attributed			
SNAKE CREEK				MORI	MORROW			DCP	Midstri			_	
Completion Date				5598°	th	Packer Set at NONE			.	•			
Casing Size Weight 4.50 10.50				Internal D 4.05	Diameter	Set at 5535		Perforations 5555		To 5581	To 5581		
Tubing Size Weight 2.375 4.70			nt	Internal I 1.995	Diameter	Set at 5502		Perforations		То	То		
Type Con SINGLE	npletion ((Describe)		Type Flui WATE	d Production	n		Pump U YES -	nit or Traveling PU	Plunger? Yes	/ No		
Producing Thru (Annulus / Tubing) ANNULUS			g)	% Carbon Dioxide				% Nitros	gen	Gas Gr	Gas Gravity - G _g		
Vertical D	epth(H)		-	Pressure Taps						(Meter F	Run) (Prover) Size	
Pressure	Buildup:	9-1 Shut in	6 2	15 1 0 at	0:00 A	(AM) (PM)	9- Taken	17	20	15 10:00 at	A (AM)	(PM)	
Well on L	ine:										at(AM)		
					OBSERVE	D SURFACE	DATA			Duration of Shut-	24 n	_Hours	
Static / Orifice Dynamic Size Property (inches		Circle one: Meter Prover Press psig (Pm)	Pressure Differential in Inches H ₂ 0	Flowing Well Head Temperature t t		Casing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia		Tubing Wellhead Pressure (P _w) or (P _l) or (P _c) psig psia		Duration (Hours)	Liquid Prod (Barrel		
Shut-In						352	psia	parg	pola	24			
Flow		<u> </u>											
· · · · · · · · · · · · · · · · · · ·			Т		FLOW STR	EAM ATTRIE	BUTES				 -,		
Plate Coeffictient (F _b) (F _p) Mcfd		Circle one: Meter or Prover Pressure psla	Press Extension P _m xh	tension Fact		tor Temperature		ation ctor	Metered Flow R (Mcfd)	v GOR (Cubic Fed Barrel)	et/ F	owing Fluid ravity G _m	
(P _c) ² =		(P _w)² =		(OPEN FLO	- '	ERABILITY)	CALCUL - 14.4) +		•		2 = 0.207		
(P _e) ² - (P _d) ² or (P _e) ² - (P _d) ²		(P _c) ² - (P _w) ² Choose formula 1 or s 1. P _c ² - P _a ² 2. P _c ² - P _d divided by: P _c ² - P _w		LOG of formula 1. or 2. and divide P2_P2		Backpressure Curve Slope = "n" Assigned Standard Slope		n x log		Antilog	(P _d)² = Open Flow Deliverability Equals R x Antil (Mcfd)		
					.	 						<u>-</u>	
Open Flor	N .	<u></u>	Mcfd @ 14.	65 psia		 Deliverabil	ity		<u>_</u>	Mcfd @ 14.65 psi	L a		
			n behalf of the			97	Ή			rt and that he ha	s knowledge	of 5	
		_	, - -		WICH		1	Tros	W ms				
	_	Witness		NOV	<u> 1.2 2</u> 01	15 \overline{Z}			ForC	Company			
		ForCom	nicoinn			:D			Char	had his			

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 RED HILLS RESOURCES INC 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
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: 11-9-15
KCC WICH!TA Signature: FRESIDENT NOV 1 2 2015 RECEIVED

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.