## KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Tes                                      | t:  |                   |   |   | (                             | See Instruct      | ions on Reve                                       | erse Side                              | ;)                  |  |                               |                    |   |
|---|---|-------------------|---|---|-------------------------------|-------------------|--|--|---------------------|--|-------------------------------|--------------------|---|
| Open Flow                                     |   |                   |   | Test Date   | ··                            |                   |  | ΔP                                     | l No. 15            |  |                               |                    |   |
| Deliverabilty                                 |   |                   |   | 06/09/20  |                               | 15-175-21613-0000 |  |  |                     | 0000                                     |                               |                    |   |
| Company<br>MERIT                              |   | SY C              | OMPANY  | (   | • • •                         | , -:-             | Lease<br>MC CLU                                    | RE                                     |                     | , ,                                      | <b>!-1</b>                    | Well No            | ımber   |
| County Location<br>SEWARD 660' FNL & 660' FEL |   |                   | Section<br>5                                  |   | TWP<br>34S                    |                   | RNG (E/W)<br>31W                                   |  |                     | Acres Attributed 640                     |                               |                    |   |
| Field<br>ARKALO                               | ON  |                   |   |   | Reservoir                     |                   |  |  | Gas Ga<br>APC       | thering Conn                             | ection                        |                    |   |
| Completion 05/06/19                           |   | <del></del>       |   |   | Plug Bac<br>5945'             | k Total Dept      | h  |  | Packer :            | Set at                                   |                               |                    |   |
|   |   | Weight<br>15.5#   |   | Internal Diameter<br>4.95   |                               | Set at<br>6010'   |  | Perforations<br>5690'                  |                     | . то<br>5702'                            | т <sub>о</sub><br>5702'       |                    |   |
| Tubing S                                      | ize   |                   | Weigh   |   | Internal C                    | Diameter          | Set at   |  | Perfo               | prations                                 | То                            |                    |   |
| 2.375<br>Type Cor                             | nnlation  | /Doc              | 4.7#  | ·············   | 1.995                         | d Production      | 5680   |  | NA<br>Bump II       | nit or Travalina                         | NA<br>Plunger? Yes            | i No               |   |
| SINGLE  |   |                   | споеј   |   | WATE                          |                   | 1  |  | NO                  | int or mavening                          | i Fiunger: 165                | 7 110              |   |
| Producing                                     | _   | (Annı             | ılus / Tubing                                 | )   | % C                           | arbon Dioxi       | de   |  | % Nitrog            | jen                                      | Gas G                         | avity - (          | €,  |
| Vertical E                                    | epth(H  | )                 |   |   |                               | Pres              | sure Taps  |  |                     |  | (Meter                        | Run) (P            | rover) Size                                   |
| 5696'   |   |                   |   |   | #: · · · ·                    |                   | ge .   |  |                     |  | 3                             |                    |   |
| Pressure                                      | Buildup   | ): S              | hut in06/0                                    | 9 2   | 20_15_at_1                    | 1:00 AM           | (AM) (PM)  | aken_06                                | 3/10                | 20                                       | 15 at 11:00                   | AM_                | (AM) (PM)                                     |
| Well on L                                     | .ine:   | Si                | tarted  | 2   | 0 at                          |                   | (AM) (PM) 1  | Taken                                  | <del></del>         | 20                                       | at                            | (                  | AM) (PM)                                      |
|   |   |                   |   |   |                               | OBSERVE           | D SURFACE  | DATA                                   |                     |  | Duration of Shut              | in 24              | Hours   |
| Static /                                      | Orilio  | - 1               | Circle one:<br>Meter                          | Pressure<br>Differential  | Flowing                       | Well Head         | Casin<br>Wellhead P                                | _                                      | 1                   | Tubing<br>ead Pressure                   | Duration                      | Liqui              | d Produced                                    |
| Dynamic<br>Property                           | Size<br>(inche  | 1.5               | Prover Pressu.<br>psig (Pm)                   | re in<br>Inches H <sub>2</sub> 0  | t                             | Temperature<br>t  | (P <sub>w</sub> ) or (P <sub>t</sub> )             | or (P <sub>e</sub> )                   | (P <sub>w</sub> ) o | r (P <sub>i</sub> ) or (P <sub>c</sub> ) | (Hours)                       |                    | Barrels)                                      |
| Shut-In                                       | .5  |                   | , . <u></u>                                   | 2   |                               |                   | 74.0   | рыв                                    | psig                | psia                                     | 24                            |                    |   |
| Flow  |   |                   |   | l   |                               | _                 |  |  |                     |  |                               |                    |   |
|   |   |                   |   |   |                               | FLOW STR          | EAM ATTRIE   | UTES                                   |                     | · · · · · · · · · · · · · · ·            | 1                             |                    | 1   |
| Coeffied<br>(F <sub>b</sub> ) (F              | Plate Coefficcient (F <sub>b</sub> ) (F <sub>p</sub> ) Mofd |                   | ircie one:<br>feler or<br>er Pressure<br>psia | Press Extension P <sub>m</sub> xh   | Extension Faci                |                   | Flowing<br>emperature<br>Factor<br>F <sub>tt</sub> | Deviation<br>Factor<br>F <sub>pv</sub> |                     | Matered Flov<br>R<br>(Mcfd)              | w GOR<br>(Cubic Fe<br>Barrel) |                    | Flowing<br>Fluid<br>Gravity<br>G <sub>m</sub> |
|   |   |                   |   |   |                               |                   |  |  |                     |  |                               |                    |   |
|   |   |                   |   |   | (OPEN FL                      | OW) (DELIV        | ERABILITY)   | CALCUL                                 | ATIONS              |  | (P.)                          | <sup>2</sup> = 0.2 | 07  |
| (P <sub>c</sub> ) <sup>2</sup> =              |   | _:                | (P <sub>w</sub> ) <sup>2</sup> =              |   | P <sub>4</sub> =              | 9                 | % (Р <sub>с</sub>                                  | - 14.4) +                              | 14.4 = _            | :  | (P <sub>d</sub> )             |                    | -   |
| (P <sub>c</sub> ) <sup>2</sup> - (I           | P <sub>a</sub> ) <sup>2</sup>                               | (P <sub>c</sub> ) | )² - (P <sub>w</sub> )²                       | 1. P <sub>c</sub> <sup>2</sup> - P <sub>s</sub> <sup>2</sup> 2. P <sub>c</sub> <sup>2</sup> - P <sub>d</sub> <sup>2</sup> | LOG of<br>formula<br>1, or 2. |                   | Slope  | ure Curve<br>= "n"                     |                     | LOG                                      | Antilog                       | Dei                | en Flow<br>verability                         |
| (P <sub>c</sub> ) <sup>2</sup> - (I           | P <sub>d</sub> ) <sup>2</sup>                               |                   |   | ivided by: $P_c^2 - P_w$  | and divide                    | P.º P.º           | Assi<br>Standar                                    | gned<br>d Slope                        |                     |  |                               |                    | R x Antilog<br>(Mcfd)                         |
|   | _   |                   |   |   |                               |                   |  |  |                     |  |                               |                    |   |
|   |   |                   |   |   |                               |                   |  | •                                      |                     |  | *                             | <u> </u>           |   |
| Open Flo                                      | <u></u>   |                   |   | Mcfd @ 14.  | .65 psia                      |                   | Deliverabil  | ity                                    |                     |  | Mcfd @ 14.65 ps               | ia                 | <del></del> -                                 |
|   |   |                   |   |   | • •                           |                   | _  |  |                     | ne above repo<br>lovember                | ort and that he ha            |                    | ledge of                                      |
| tne tacts s                                   | tated th  | erein,            | , and that sa                                 | id report is true   | e and correc                  | . Executed        | unis the   | <del></del>                            |                     |  |                               |                    | دں <u>۔۔۔</u> .                               |
|   | -   |                   | Witness (If                                   | any)  | KAMSA                         | Recei             | ved —<br>ON COMMISSIC                              | Nh.i                                   | IVI                 | For                                      | gy Company                    |                    |   |
| <del></del>                                   |   |                   | For Comm                                      | ssion   |                               |                   |  |  |                     |  | ne McClurka<br>oked by        | an                 |   |
|   |   |                   |   |   |                               | DEC 02            | z 2015 –   |  |                     |  | -                             |                    |   |

| exempt status under<br>and that the forego-<br>correct to the best of<br>of equipment install | r penalty of perjury under the laws of the state of Kansas that I am authorized to request a Rule K.A.R. 82-3-304 on behalf of the operator Merit Energy Company oing pressure information and statements contained on this application form are true and of my knowledge and belief based upon available production summaries and lease records ation and/or upon type of completion or upon use being made of the gas well herein named. Set a one-year exemption from open flow testing for the McClure I -1 |
|---|---|
| gue   |   |
| I further agree   | 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 to supply to the best of my ability any and all supporting documents deemed by Commission to corroborate this claim for exemption from testing.   |
| Stall as necessary  | to corroborate this claim for exemption not testing.  |
| Date: November 3  | O, 2015   |
|   |   |
|   | Signature: Katherine McClurkan hollow M.  |

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.