KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test | t: | | | | (| See Instruc | tions on Re | everse Side |) | | | | |
|---|--------------|--|----------------------------------|--|--|--------------------------|---|--|---|---------------------------------------|--------------------------------|--|-----------------------------|
| Open Flow | | | | | Test Date | Test Date: | | | | No. 15 | | | |
| ✓ Deliverabilty | | | | | 07/13/10 | | | 15-181-20039 (DOC) | | | | | |
| Company LOBO PRODUCTION, INC. | | | | | Lease GLASCO | | |) | | | Well Number 1-31 | | |
| County Location SHERMAN C SE/4 | | | | Section 31 | | TWP RNG (E/W) 7S 38W | | | | Acres Attri | outed | | |
| Field GOODLAND GAS FIELD | | | | | Reservoir NIOBRARA | | | Gas Gathering Connection LOBO PRODUCTION, INC. | | | | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | |
| Completion Date 11 / 14 / 78 | | | | Plug Bac | k Total Dep | th | Packer Set at | | | · · · · · · · · · · · · · · · · · · · | | | |
| Casing Size Weight 4.5 | | | | Internal Diameter | | Set at 921' | | Perforations 921' | | т _о 971′ ОН | | | |
| | | | Weigh | t | Internal Diameter | | Set at | | Perforations | | То | | |
| Type Con | | | escribe) | | Type Flui | d Production | n | | Pump Un | it or Traveling | Plunger? Yes | / No | |
| SINGLE GAS Producing Thru (Annulus / Tubing) | | | % Carbon Dioxide | | | % Nitrogen | | | Gas Gravity - G | | | | |
| Vertical D | | H) | | | | Pres | sure Taps | | | | .60 (Meter I | Run) (Prove | er) Size |
| T.D. 97 | | 7 | | | | 30 | | | | | • | TER RU | |
| Pressure | Buildu | ıp: | Shut in | 13 2 | 0 10 at 8 | :25 | (PM) | Taken_07 | 7/14 | 20 | 10 _{at} 8:40 | (AM |) (PM) |
| Well on L | ine: | | Started | 2 | 0 at | | (AM) (PM) | Taken | | 20 | at | (AM |) (PM) |
| | | | | | | OBSERVE | D SURFAC | E DATA | | | Duration of Shut- | 24.25 | Hours |
| | | ice | Circle one: Meter | Pressure Differential | Flowing | Well Head Temperature | Casing Wellhead Pressure | | Tubing Wellhead Pressure | | Duration | Liquid Produced | |
| Dynamic Property | Siz (inch | | Prover Pressu psig (Pm) | Inches H _o 0 | Temperature t | t | (P _w) or (P ₁) or (P _c) | | (P _w) or (P ₁) or (P _c) psig psia | | (Hours) | (Barrels) | |
| Shut-In | | | | | | | 16 | psia | paig | psia | | | |
| Flow | | | | | | | | | | | | | |
| <u> </u> | | | | | ··· <u> </u> | FLOW STR | EAM ATTE | RIBUTES | ···· T | | | | |
| Plate Coeffiecient (F _b) (F _p) Mcfd | | Circle one: Meter or Prover Pressure psia | | Press Extension P _m xh | Grav Fact F _s | tor 1 | Flowing Temperature Factor F _{tt} | | ation ctor | Metered Flow R (Mcfd) | GOR (Cubic Fe Barrel) | et/ | Flowing Fluid Gravity |
| | | | | | | | | | | | | | |
| | | | | | (OPEN FL | OW) (DELIV | ERABILITY |) CALCUL | ATIONS | | (P _a): | 2 = 0.207 | |
| (P _c) ² = | | : | (P _w) ² = | : | P _d = | ° | % (1 | P _c - 14.4) + | 14.4 = | ; | (P _a) ² | ' = | |
| (P _c) ² - (P _a) ² | | (F | ° 2)2 - (P w)2 | Choose formula 1 or 2. 1. $P_c^2 - P_a^2$ | LOG of | | Backpressure Curve Slope = "n" | | 2 100 | | | Open i | 1 |
| or $(P_c)^2 - (P_d)^2$ | | divic | | 2. P _c ² - P _o ² | formula 1. or 2. and divide by: p 2 p | | Assigned Standard Slope | | n x LOG | | Antilog | Deliverability Equals R x Antilog (Mcfd) | |
| | | | | | | | | | | | | 1 | |
| | | | | | | | | | | | | | |
| Open Flor | w | | | Mcfd @ 14. | 65 psia | | Deliverat | oility | | P | Mcfd @ 14.65 psi | a | |
| | | - | • | behalf of the | , | | • | , | \sim | e above repor | t and that he ha | s knowledg | |
| | | | Witness (in | any) | | | • | 114 | 11-41 | For Co | ompany | <u> </u> | |
| | | | For Comm | ssion | | | - | | | Check | red by | REC | EIVE |

AUG 3 1 2010

| | ler penalty of perjury under the laws of the state of Kansas that I am authorized to request der Rule K.A.R. 82-3-304 on behalf of the operator LOBO PRODUCTION, INC. |
|--|--|
| and that the fore correct to the bes of equipment inst | going pressure information and statements contained on this application form are true and strof my knowledge and belief based upon available production summaries and lease records allation and/or upon type of completion or upon use being made of the gas well herein named. |
| (Chec | 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 see to supply to the best of my ability any and all supporting documents deemed by Commission by to corroborate this claim for exemption from testing. |
| Date: 08/23/10 | Signature: <u>Highwood</u> <u>Miller</u> Title: OWNER/OPERATOR |

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.