KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	: en Flov	N		. 0		,		truct	ions on Re	verse Side							
Test						Test Date 07/01/10						API No. 1 181-20		000			
Company LOBO PRODUCTION, INC.						- 0770171	Lease SCHIELDS							Well Number 3-32			
County Location SHERMAN SE SW SE					Section 32						RNG (E/W) 39W				Acres Attributed		
Field GOODLAND GAS FIELD					Reservoir NIOBR			Gas Gathering Connecti LOBO PRODUCTI						N, INC.			
Completion Date 11/15/00				Plug Back Total Depth													
Casing Size Weight 4.5 15#				Internal Diameter			Set at 1142'		Perforations 977'			то 1013'					
Tubing Size Weight				Internal Diameter			Set at			erforation			То				
Type Completion (Describe) SINGLE GAS				Type Flui	d Produ	uction				ump Unit or Traveling Plunger NO							
Producing Thru (Annulus / Tubing) CASING					% C	arbon (Dioxi	de		% Nitrogen				Gas Gravity - G _g .59			
Vertical Depth(H) T.D. 1160'						Pressure Taps								(Meter Run) (Prover) Size 2" METER RUN			
Pressure	Buildu	p:	Shut in07/	01	_ 2	0 10 at 1	:00		(AM) (AM)	Taken_0	7/02		20	<u>10</u> a	1:00	(AM) (FM)
Well on L	ine:		Started		20) at			(AM) (PM)	Taken			20	ē	ıt		
							OBSE	RVE	D SURFAC	E DATA				Durati	on of Shut-	_{in} 24.	00 Hours
Static / Dynamic Property	Orific Size (inche	е	Circle one: Meter Prover Press psig (Pm)	Pressu Different ure in Inches	tial	Flowing Temperature t	Well Head Temperature t		(P_w) or (P_t) or (P_c)		Tubing Wellhead Pressure (P _w) or (P _t) or (P _c) psig psia		Duration (Hours)		Liquid Produced (Barrels)		
Shut-In			paig (r iii)	liches	120				psig 13	psia	ps	sig	psla				
Flow										<u> </u>							
				1		1	FLOW	STR	EAM ATTR	IBUTES							
Plate Coeffiecient (F _b) (F _p) Mcfd		Circle one: Meter or Prover Pressure psia		Extensi	Press Grav Extension Fact Pmxh Fg		or Te		Flowing Devia				w GOR (Cubic Fed Barrel)		et/	Flowing Fluid Gravity G _m	
				<u> </u>		(OPEN FLO	OW) (DI	FLIV	FRARII ITV) CALCIII	ATION	16					
(P _c) ² =		_:	(P _w) ² =		:	P _d =				, calcol _c - 14.4) +			:		(P _a)	2 = 0.20 2 =	07
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(P _c) ² - (P _w) ²		1. P _c ² -P 2. P _c ² -P	2. P ² -P ² 1		LOG of formula 1. or 2. and divide by: P _c ² - P _w ²		Backpressure Curve Slope = "n"or Assigned Standard Slope		n x LOG		Antilog		Open Flow Deliverability Equals R x Antilog (Mcfd)		
						-											
Open Flov	w			Mcfd @	14.0	55 psia			Deliverat	oility	<u> </u>			Mcfd @	14.65 psi	а	
		-	d authority, o							uthorized t	day of	Augue	. 1	rt and	that he ha		edge of 20 10 .
		·····	Witness (f any)				_	-	196	p	nd	For C	ompany	1'10	w	RECE
			For Comm	nission					-				Che	ked by			

exempt status und and that the foreit correct to the best of equipment instant I hereby requ	er 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. going pressure information and statements contained on this application form are true and to f 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. est a one-year exemption from open flow testing for the SCHIELDS 3-32 rounds that said well:
_	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 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: 08/23/10	Signature: School a. Millon 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.