KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	Type Test: (See Instructions on Reverse Side)														
□ Ор	en Flo	₩				Toet Date	Test Date: API No. 15								
✓ De	liverat	oilty				07/01/10			181-20341-0000						
Company LOBO I		DU	CTION, IN	۰ ۱C.				Lease ARM	STRONG			2-11	Well Number 2-11A		
County Location SHERMAN E/2 NW NE NW						Section 11		TWP 8S			W)	Acres Attributed			
Field GOODLAND GAS FIELD						Reservoir NIOBR			Gas Gathering Connection LOBO PRODUCTION						
Completion Date 4-9-04						Plug Bac 1284'	k Total De	oth	Packer Set at						
Casing Si 4 1/2"			Weight 11.60#			Internal Diameter		Set at 1313'		rations 3'	то 1166'				
Tubing Si	Tubing Size Weight					Internal E	Diameter	Se	Set at		rations	То			
Type Com	•	•	escribe)			Type Flui	Type Fluid Production			Pump Unit or Traveling Plunger? Yes / No					
Producing Thru (Annulus / Tubing) ANNULUS						% C	% Carbon Dioxide			% Nitrog	en	Gas (.59	Gas Gravity - G _g .59		
Vertical Depth(H) Pressure Taps (Meter Run) (Prover) Siz T.D 1313' 2" METER RUN													*		
Pressure Buildup: Shut in 07/01 20 10 at 07:20 (PM) Taken 07/02 20 10 at 07:30)	(AM)(PM)				
Well on Line: Started 20 at (AM) (PM) Taken 20 at (AM) (PM												(AM) (PM)			
							OBSERV	ED SURFA	CE DATA		-	Duration of Shu	_{ut-in} 24	.17 Hours	
Static / Dynamic Property	Orlfice Size (inches)		Circle one: Meter Prover Pressure psig (Pm)		Pressure Differential in Inches H _a 0	Flowing Temperature t	Well Head Temperatur t	Wellhei	Casing ad Pressure (P ₁) or (P _c) psia	Wellher	ubing ad Pressure (P ₁) or (P _c)	Duration (Hours)		Liquid Produced (Barrels)	
Shut-In			pag (m)					27	рыа	psig	psia				
Flow															
, .				-			FLOW ST	REAM AT	RIBUTES	····		1			
Plate Coefficeient (F _b) (F _p) Mcfd		Circle one: Meter or Prover Pressure psla			Press Extension P _m x h	Grav Fact F _g	tor	Flowing Temperature Factor F _{ft}	9 Fa	riation actor F _{pv}	Metered Flow R (Mcfd)	GOI (Cubic I Barre	Feet/	Flowing Fluid Gravity G _m	
Word		*			,										
(D.)3			(D.)3			•	OW) (DELI		(S 44.4)		_		$(a)^2 = 0.2$	207	
(P _c) ² =:			(P _w) ² :		ose formula 1 or 2	P _d =		_%				(F	(a)2 =		
(P _c)² ⋅ (P _g)²		(P _c) ² - (P _w) ²			1. P _c ² -P _e ²	LOG of formula			Backpressure Curve		og	Antilog		Open Flow Deliverability	
$(P_c)^2 - (P_a)^2$		1			2. $P_c^2 - P_d^2$ 1. or 2. and divide ded by: $P_c^2 - P_w^2$ by:		P _c ² - P _w ²		Assigned Standard Slope			Antilog	Equal	Equals R x Antilog (Mcfd)	
									· · · · · · · · · · · · · · · · · · ·				-		
Open Flo	w				Mcfd @ 14.	65 psia		Deliver	ability			Mcfd @ 14.65 p	sia		
		ianer	i authority o				tates that			to make th		rt and that he l		vledge of	
		_	•			and correc					ugust			20 10	
									Ku	ha	1 A	m	M		
			Witness	(if any	()						For C	ompany	~		
			ForCom	missio	n .					. ,	Chec	ked by		RECEIVE	

AUG 3 1 2010 KCC WICHITA

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 LOBO PRODUCTION, 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 theARMSTRONG 2-11A
gas well on the grounds 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 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:
Signature: <u>Kuhand A. Millar</u> Title: <u>OWNER/OPERATOR</u>

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.