KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test | : | | | 6 | See Instruct | ions on Rev | erse Side |) | | | | |
|--|-----------------------------|--|---|---|---------------------------------------|--|--|--|---|---------------------|---|--|
| Op | en Flow | | Test Date: | | | | ADI | No 15 - 116 | 2-2011 | | | |
| Deliverabilty | | | | | 11-4&5,2010 | | | API No. 15 - 119-30111-0000 "; | | | | |
| | | | Table 1 No. 19 19 10 | | Lease - FINCHAM | | | 201 | #1 | Well Number | | |
| County | | Location | 1 | Section | | TWP 35S | | RNG (E/ | W) | n yar 5 | Acres Attributed | |
| FINCHAM EXT. | | | | Reservoir CHES | Reservoir CHESTER | | | Gas Gathering Connection NORTHERN NATURAL | | | | |
| Completic 11-10-6 | on Date | + -1 | in and the second | Plug Back | k Total Dept | h a | • | Packer S NONE | | e estado | 44 - 44 | |
| Casing Si 4.000 | Casing Size Weight " " | | | Internal Diameter | | | | ations ` | To * # -6210 | | | |
| Tubing Si 2.375 | • | | Internal D | Internal Diameter 1.995 | | Set at 6240 | | ations N | То | | | |
| Type Completion (Describe) SINGLE | | | | | Type Fluid Production GAS,WATER | | | Pump Unit or Traveling Plunger? Yes / No FLOWING % Nitrogen Gas Gravity - G | | | | |
| Producing | , | nulus / Tubing) | | % C | arbon Dioxid | de | 4 | % Nitrog | en | Gas Gr | avity - G _g | |
| Vertical D | epth(H) | , | MP , · · | | | • | | | | (Meter | Run) (Prover) Size | |
| | Buildup: | Shut in11-4- | -10 2 | | | | | | | | (AM) (PM) | |
| Well on Li | ine: | Started | 20 |) at | | (AM) (PM) | Taken | | 20 | at | (AM) (PM) | |
| ,, | North. | . e e 31 | | sf . | | D SURFACE | DATA | | Mr V M | Duration of Shut | | |
| Static / Dynamic Property | Orifice Size (inches) | Circle one: Meter Prover Pressure psig (Pm) | eter Differential . | | Flowing Well Head remperature t | | Casing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia | | ubing ! ad Pressure (P _t) or (P _c) psia | Duration (Hours) | Liquid Produced (Barrels) | |
| Shut-In | | | 2 | | | 200 | psia | 190 | psia | 24 | | |
| Flow | | <u> </u> | | | | | | | | ***** | | |
| ; | | ····· | | | FLOW STR | EAM ATTRI | BUTES | · · | | | | |
| Plate Coefficient (F _b) (F _p) Mcfd | | Circle one: Meter or rover Pressure psia Press Extension P _m x h | | Gravity Factor F _g | | Flowing emperature Factor F ₁₁ | mperature Factor F | | Metered Flow R (C (Mcfd) | | Flowing Fluid Gravity G _m | |
| | | | - () . () | | | | | | | | | |
| (P _c) ² = | | (P _w) ² = | 4.5 J = 4. | • | OW) (DELIV | • | CALCUL - 14.4) + | | • | (P _a) | $r^2 = 0.207$ $r^2 = 0.207$ | |
| | - T | Ct | noose formula 1 or 2: | T | | 1 | sure Curve | | | V- d/ | Open Flow | |
| (P _c) ² - (F or (P _c) ² - (F | | P _c)²- (P _w)² | 1. P _c ² -P _a ² 2. P _c ² -P _d ² | LOG of formula 1. or 2. and divide | P.2 - P2 | Ass | e = "n" or igned | nxl | .og . | Antilog | Deliverability Equals R x Antilog (Mcfd) | |
| | | | ided by: Pc - Pw | • • | لية تيا | | rd Slope | | | | | |
| , t | 2 - 1 | 194 E . 1 1 15. | ritain ya Minga Wan | - Th. E., | * 11 // | | | | 47 | 7 8 24 3 | | |
| Open Flor | waste ici | | Mcfd @ 14. | 65 psia | ا و | Deliverabi | fity " | Pal | | Mcfd @ 14.65 ps | ia | |
| | undersigne | | • | | | | | | | rt and that he ha | | |
| he facts s | tated there | in; and that said | d report is true | and correc | t. Executed | this the 10 | TH_ | day of N | OVEMBE | R | , 20 10 | |
| . ជ | Γ! : . | yect is 1 | ateri. | | · · · · · · · · · · · · · · · · · · · | n | ر د | Les | Let Of | Dhun- | | |
| | | Witness (if a | iny) | | | - | _ | | ForC | Company | PECENT | |
| | | For Commiss | sion | | | | | | Chec | cked by | · · · · · · · · · · · · · · · · · · · | |

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| ্ৰভাৰ গণামাণৱেপত্নী | Roman An | Control of the state of | # <u>. * * </u> | |
|--|----------------------|-------------------------|--|-------------|
| , _A . | | Transfer of | | · · |
| - I declare under penalty of perjury under | | | | |
| exempt status under Rule K.A.R. 82-3-304 c | | | | |
| and that the foregoing pressure information | | · | | |
| correct to the best of my knowledge and be | lief based upon av | vailable production sui | mmaries and lease r | ecords |
| of equipment installation and/or upon type o | | | | named. |
| I hereby request a one-year exemption | from open flow te | sting for the FINCHA | M #1 | · · · · · |
| gas well on:the grounds that said well: | C1-EC | 4.478 | v = (. | ٠ |
| (Check one) | ert Tare Ç | ere er | | . 4 |
| is a coalbed methane pr | oducer | 93 A 12 1 | | 318 |
| is cycled on plunger lift o | due to water | | | و و و د |
| is a source of natural ga | s for injection into | an oil reservoir under | going ER | 4 |
| is on vacuum at the pres | ent time; KCC ap | proval Docket No | | *, |
| is not capable of produc | ing at a daily rate | in excess of 250 mcf/ | D ***** | |
| | .* | | | |
| I further agree to supply to the best of r | ny ability añy and | all supporting docum | ents deemed by Co | mmission |
| staff as necessary to corroborate this claim | for exemption from | om testing. | | |
| | * | · · | e e e e e e e e e e e e e e e e e e e | ; 6 |
| Date: 10-11-10 | | | | |
| Date | - <i>*</i> | • | | |
| | en en en | | | |
| we the second | , | • | • | |
| | ignature: | Leslie H. O. | Chan | , |
| | Title REP.H | HERMAN L. LOEB LLO | - | |
| Control of the Contro | | | | |
| * · · · · · · · · · · · · · · · · · · · | • | | | ~ |
| | | | | .` |

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.

HERMAN, L., LOEB LLC

OFFICE TELEPHONE: (618) 943-2227

P.O. BOX 838 LAWRENCEVILLE III LINOIS 62439 FAX: (618) 943-2220

November 23, 2010

Jim Hemmen
Kansas Corporation Commission
Conservation Division – Legal Department
Finney State Office Bldg
130 S Market Room 2078
Wichita KS 67202-3802

RE: Les Oldham's Signature Authority for KCC Forms

Mr. Hemmen:

The management/directors of Herman L. Loeb, LLC hereby notifies the Conservation Division of the Kansas Corporation Commission that Mr. Les Oldham, as agent for Herman L. Loeb LLC can affix his signature to any and all KCC forms having to do with Herman L. Loeb LLC's gas/oil operations in Kansas and said signature will have the same binding authority upon the company as if an employee of or an officer in the company signed the form.

This authorization will remain in effect until you are otherwise notified.

Sincerely,

HERMAN L. LOEB LLC

Janette D. Loeb, Member/Manager

cc: Les Oldham

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