KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	:			((See Instruct	ions on Reve	erse Side)					
Op	en Flow			.									
✓ Deliverabilty				Test Date 4/9/201			API No. 15 15-023-20623 ~ 🗢 ~ 🗢						
Company LOBO		UCTION, I	NC.			Lease ADAMS					Well Number 8-20		
County Location CHEYENNE SE-NE-SW				Section 20			P RNG (E/W) 41W		W)	Acres Attributed			
Field CHERRY CREEK NIOBRARA					Reservoir NIOBRARA			Gas Gathering Conn					
Completion Date 11-19-05				Plug Bac 1279'	Plug Back Total Depth 1279'			Packer S	et at			NOV 1	
Casing S 4.5"	Casing Size Weight 4.5" 11.60#			Internal I	Internal Diameter		Set at 1329'		rations 1'	To 1203	KCC WIC		
Tubing Size Weight				Internal I	Internal Diameter		Set at Perforation		ations	То		······································	
Type Completion (Describe) SINGLE GAS				Type Flu	id Production	1	Pump Unit or Traveli NO			Plunger? Yes	/ No		
	Producing Thru (Annulus / Tubing) CASING				Carbon Dioxid	de		% Nitrog	en	Gas (. 59 5	Gravity - G _g		
Vertical Depth(H) T.D. 1329'					Pressure Taps						Run) (I	Prover) Size	
Pressure Buildup: Shut in 4/09			₂₀ 12 _{at} 0	0 12 at 0830		(PM) Taken 04/10		20	12 _{at} 0830		(AM) (PM)		
Well on L	ine:	Started		20 at		(AM) (PM)	Taken		20	at		(AM) (PM)	
					OBSERVE	D SURFACE	DATA			Duration of Shu	t-in_24	.0 Hours	
Static / Dynamic Property	Orifice Size (inche:	Meter Prover Pres	Differentia	lemperature Temperature		Casing Wellhead Pressure (P _w) or (P ₁) or (P _c)		Wellhea	ubing ad Pressure (P ₁) or (P _c)	Duration (Hours)	,		
Shut-In		paig (Fri	ii iiiches H ₂ C	'		157	psia	psig	psia	 -			
Flow													
				I	FLOW STR	EAM ATTRIS	BUTES	L	<u> </u>				
Plate Coefficcient (F _b) (F _p) Mcfd		Gircle one: Meter or Prover Pressure psia	Press Extension ✓ P _m x h	Gravity Factor F _e		Flowing emperature Factor F _{ft}	Fa	ation ctor	Metered Flov R (Mcfd)	v GOF (Cubic F Barre	eet/	Flowing Fluid Gravity G _m	
(P _c) ² =		· (P)²		(OPEN FL	•	ERABILITY)) ² = 0.	207	
(P _c) ² - (I or (P _c) ² - (F	2,)2	(P _c)?- (P _w)?	Choose formula 1 of 1. P _c ² - P _a ² 2. P _c ² - P _d divided by: P _c ² - F	LOG of formula 1. or 2. and divide p 2. p 2		% (P _c - 14.4) + 1 Backpressure Curve Slope = "n" or Assigned Standard Slope		n x ŁOG		Antilog	(P _d) ² = Open Deliver Equals R (Mo		
Open Flor	N		Mcfd @ 1	1.65 psia		Deliverabili	ity			Mcfd @ 14.65 p	sia		
			on behalf of the						e above repo	rt and that he h			
		Witness	s (if any)			_	P	uha	ud a	M	lle	20 12	

NOV 1 4 2012

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 the ADAMS-MCATEE 8-20
gas well on the grounds that said well:
(Check one) 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: 11/01/2012
Signature: Reshard A. Milles 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.