KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST (See Instructions on Reverse Side)

r	:			,			verse side	,				
	en Flow liverabilty			Test Date					No. 15 007-23620-0	1000		
Company	•	Company	ILC	9/13/20	12	Lease Ladne i	r	15-	·uur-2302U-U		Well Number	
Lotus Operating Company, LLC County Location Barber SW SE NE SW			Section 35		TWP 34S	TWP BNG		/W)		Acres Attributed		
Field Stranathan				Reservoir Mississ		Gas Gathering Conne			RECEIVEDEC 1 9 :			
Completion Date 12/8/2011				Plug Back Total Depth 5204				Packer Set at NONE			DEC 19	
Casing Si. 5 1/2	asing Size Weight 1/2 14#			Internal Diameter 5.012		Set at 5235		Perforations 4751		™ 4 7 96	KCC WICH	
ubing Siz	bing Size Weight 7/8" 6.5#			Internal Diameter 2.441		Set at 4844		Perforations		То		
Type Completion (Describe) Acid & Frac				Type Fluid Production oil & water				Pump Unit or Traveling Plunger? Yes / No yes				
Producing Thru (Annulus / Tubing) Annulus				% Carbon Dioxide			No. of Parties and the Company of th	% Nitrog	gen		Gas Gravity - G _g .6434	
Vertical D	epth(H)				Pres	sure Taps				(Meter f	Run) (Prover) Size	
Pressure	Buildup:	Shut in	2	12 at 1	1:00am	(AM) (PM)	Taken 9/	14	20	12 at 11:00 a	am (AM) (PM)	
Well on Li	ine:	Started	20) at		(AM) (PM)	Taken		20	at	(AM) (PM)	
				. '	OBSERVE	D SURFAC	E DATA	т		Duration of Shut-	in Hours	
Static / Dynamic Property	Orifice Size (inches)	Circle one: Meter Prover Pressur psig (Pm)	Pressure Differential in Inches H ₂ 0	Flowing Well Head Temperature t		Casing Wellhead Pressure (P_*) or (P_1) or (P_c) psig psia		Tubing Wellhead Pressure (P_w) or (P_t) or (P_c) psig psia		Duration (Hours)	Liquid Produced (Barrels)	
Shut-In						135	149.4	porg	7.00			
Flow												
					FLOW STR	EAM ATTR	IIBUTES		•			
Plate Coefficcio (F _b) (F _p Mcfd	ent ,) Pro	Circle one: Meter or over Pressure psia	Press Extension √ P _m x h	Gravity Factor F _g		Flowing emperature Factor F _{/1}	Fa	Deviation Meter Factor F _{pv} (N		GOR (Cubic Fe Barrel)	Gravity	
? _c)² =	:	(P _w) ² =_	:	(OPEN FL	OW) (DELIV		') CALCUL P _c - 14.4) +		:	(P _a); (P _d);	2 = 0.207 2 =	
(P _c) ² - (F or (P _c) ² - (P		$(P_c)^2 - (P_w)^2$ Choose formula 1. $P_c^2 - P_c^2$ 2. $P_c^2 - P_c^2$ divided by: P_c^2		LOG of formula 1 or 2.		Backpressure Cun Slope = "n" or Assigned Standard Slope		n x	LOG	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)	
Open Flow Mcfd @ 14.65			55 psia	5 psia Deliverabilit					Mcfd @ 14.65 psi	 fd @ 14.65 psia		
··		d authority, on		-	states that h			o make ti		rt and that he ha		
	•	in, and that sai				•			lovember	\rightarrow	, 20 12	
****		Witness (if	any)			-	<u>a</u>	برر	-> CLL	Company		

t t don								
	eder penalty of perjury under the laws of the state of Kansas that I am authorized to request							
	nder Rule K.A.R. 82-3-304 on behalf of the operator Lotus Operating Company, LLC							
	egoing pressure information and statements contained on this application form are true and							
	est of my knowledge and belief based upon available production summaries and lease records							
• •	stallation and/or upon type of completion or upon use being made of the gas well herein named. uest a one-year exemption from open flow testing for the Ladner #2							
gas well on the (grounds that said well:							
(Che	ck 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							
L								
I further agr	ee to supply to the best of my ability any and all supporting documents deemed by Commission							
•	ary to corroborate this claim for exemption from testing.							
Date: 11/1/2012								
Date: 11/1/2012	-							
	Signature:							
	·							
	Title: Managing Member							

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.