KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test:				(See Instrüct	ions on Rev	verse Side)			
Ope	en Flow			Test Date	a			ΔP	No. 15		
Deliverability					Test Date: API No. 15 11/26/2012 15-007-20290 -						
Company Lotus Op	perating	Company,	LLC			Lease Sterling	g C			4	Well Number
County Location Barber C NW NE			Section 36		TWP RNG (E 34S 13W		RNG (E	/W)		Acres Attributed	
Field			Reservoir	 r	Gas Gathering Conn			thering Conne	ction	RECEIV	
Hardtner				Mississ	· · ·		ONEOK				DEO 4 a
Completion Date 4/1/1975				Plug Bac 4869	k Total Dept	Packer Set at none		Set at		DEC 1 9 2	
Casing Siz 4 1/2"				Internal D 4.00	Diameter •	Set at 4902		Perfo 481	rations 8	то 4846	ACC WICH
Tubing Siz 2 3/8"	ubing Size Weight 4.7#			Internal D	Diameter	Set at P 4859		Perfo	orations	То	
Type Comp		escribe)		Type Flui oil & w	d Production	1		Pump U ves	nit or Traveling	Plunger? Yes	/ No
Producing	Thru (An	nulus / Tubing))	% C	% Carbon Dioxide			% Nitrogen Gas Gravity - G _g			9
Annulus									.6552		
Vertical De	epth(H)				Press	sure Taps				(Meter	Run) (Prover) Size
Pressure B	Buildup:	Shut in 11/2	26	12 at 2	:00 pm	(AM) (PM)	Taken_11	/27	20	12 _{at} 2:00 p	m (AM) (PM)
Well on Lin	ne:	Started	20) at		(AM) (PM)	Taken		20	at	(AM) (PM)
					OBSERVE	D SURFACE	DATA	·		Duration of Shut-	-in Hours
Static /	Orifice Circle one: Pressure Flouring Well He				Well Head	Casi	-		Tubing	-	
Dynamic Property	Size (inches)	Meter Prover Pressur		Temperature t	Temperature t	Wellhead I (P _w) or (P			ead Pressure r (P _t) or (P _c)	Duration (Hours)	Liquid Produced (Barrels)
	(11701100)	psig (Pm)	Inches H ₂ 0	• •	,	psig	psia	psig	psia		
Shut-In						100	114.4				
Flow							,				
		Т		1	FLOW STR	EAM ATTRI	BUTES				
Plate Coeffiecie (F _b) (F _p) Mcfd	ent	Circle one: Meter or over Pressure psia	Press Extension P _m xh	Grav Faci F _g	tor T	Flowing emperature Factor F _{f1}	Fac	ation ctor	Metered Flow R (Mcfd)	GOR (Cubic Fe Barrel)	Gravity
								-			
				(OPEN FL	OW) (DELIV	ERABILITY)	CALCUL	ATIONS			² = 0.207
P _c) ² =	:	(P _w) ² =_	: hoose formula 1 or 2:	$P_d =$		6 (P	_c - 14.4) +	14.4 = _	:	(P _d)	² =
$(P_c)^2 - (P_a)^2 - (P_c)^2 - (P_d)^2 - (P_d$		P _c) ² - (P _w) ²	 P_c² - P_a² P_c² - P_d² 	D 2 LOG of formula 1. or 2. and divide p		Backpres Slop Pc²-Pc² Ass Standa			LOG .	Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)
•		a	ivided by: $P_c^2 - P_w^2$	-7.							
Open Flow Mcfd @ 14.65 psia						Deliverabi	Deliverability, Mcfd @ 14.65 psia				
The un	ndersigned	d authority, on	behalf of the	Company, s	tates that he	e is duly au	thorized to	make th	ne above repor	t and that he ha	is knowledge of
ne facts sta	ated therei	n, and that sai	d report is true	and correct	t. Executed	this the 6		day of _D	ecember		, 20 12
							$\sim \gamma$, .	M		
		Witness (if a	any)			_			For Co	ompany	
		·									

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 Lotus Operating Company, LLC 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 Sterling C #4 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: 12/6/2012
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.