## KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	t:				(	See Instruct	ions on Rev	erse Side,	)					
Open Flow					Total Dates									
✓ Deliverability				Test Date: 08/15/2013				API No. 15 15-023-21234-00-00						
Company Lobo Production, Inc.					Lease Bandel					1-7	Well Number			
County Location Cheyenne SE SE SE				Section 7		TWP RNG (E/W		W)		Acres A	ttributed			
Field Benkelman				Reservoir Niobrara		<del></del>	Gas Gathering Conn Lobo Production, Ir							
Completion Date 7-26-10				Plug Bac 1430	k Total Dept	h	Packer Set at							
Casing Size 4.5			Weight 11.60		Internal Diameter		Set at 1434		Perforations 1326		то 1356			
Tubing Size Weight				Internal Diameter		Set at	Set at Pe		rations	То	То			
Type Completion (Describe) Single Gas				Type Fluid Production			Pump Unit or Traveling F			Plunger? Yes No	_			
`	-	(Anr	nulus / Tubing	)	% Carbon Dioxide				% Nitrog	jen	Gas G	Gas Gravity - G		
Annulus Vertical C		n .				Proc	eura Tane	<del></del>	·		/Mater	Buo) (Pr	over) Size	
Vertical Depth(H) TD 1440'				Pressure Taps						· · · · · · · · · · · · · · · · · · ·	eter Ru	-		
Pressure Buildup:			Shut in	5 2	13 <sub>at</sub> 0730		(AM) (PM)	AM) (PM) Taken 08/16		20	13 <sub>at</sub> 0800	(	AM) (PM)	
Well on L	ine:	;	Started	2	0 at		(AM) (PM)	Гакеп	· <u>·</u>	20	at	(	AM) (PM)	
						OBSERVE	D SURFACE	DATA			Duration of Shut	24.	5Hours	
Static / Orifice Dynamic Size Property (inches)		Circle one:		Pressure	Flowing	Well Head	Casing		Tubing					
			Meter Prover Pressui	Differential re in	Temperature t	Temperature	Wallhaad Praccura		Wellhead Pressure (P <sub>*</sub> ) or (P <sub>t</sub> ) or (P <sub>c</sub> ) psig psia		: · · · · · · · · · · · · · · · · · · ·		iquid Produced (Barrels)	
		98)	psig (Pm)	Inches H <sub>2</sub> 0		t							·	
Shut-In				-			183							
Flow						<u> </u>								
r	1		· · · · ·			FLOW STR	EAM ATTRII	BUTES		<u></u>	<del></del>			
		Press Extension	Gravity		Flowing Devi		viation Metered Flow		v GOR		Flowing			
(F <sub>b</sub> ) (F <sub>p</sub> )		Prover Pressure		✓ P <sub>m</sub> ×h	Fac:	tor '	Factor		etor <sub>P</sub> v	R (Mcfd)	(Cubic F		Fluid Gravity	
Mcfd			psia :	* 'm^''			F <sub>ft</sub>		D.A.	· · · · · · · · · · · · · · · · · · ·		,	G <sub>m</sub>	
						1								
					(OPEN FL	OW) (DELIV	ERABILITY)	CALCUL	ATIONS		(P,	) <sup>2</sup> = 0.2	07	
(P <sub>c</sub> ) <sup>2</sup> =		<u>-:</u>		<del>:</del>	P <sub>d</sub> =		% (P <sub>e</sub>	- 14.4) +	14.4 = _	<del>:</del>	(P <sub>d</sub>	) <sup>2</sup> =		
$(P_c)^2 \cdot (P_A)^2$ or $(P_c)^2 \cdot (P_A)^2$		(F	(P <sub>w</sub> ) <sup>2</sup> - (P <sub>w</sub> ) <sup>2</sup>	1. P <sub>c</sub> <sup>2</sup> -P <sub>a</sub> <sup>2</sup> 2. P <sub>c</sub> <sup>2</sup> -P <sub>d</sub> <sup>2</sup>	LOG of formula 1. or 2.		Backpressure Curve Slope ≈ "n" or Assigned		n x LOG		Antilog	Equals R x Antilo		
	-		0	livided by: $P_c^2 - P_w^2$	by:	P <sub>c</sub> <sup>2</sup> - P <sub>w</sub> <sup>2</sup>		d Slope	-	,		(	Mcfd)	
							-					<del>  -</del>		
Open Flow Mcfd @ 14				65 psia		Deliverabil	Deliverability		Mcfd @ 14.65 psia					
The	undersi	gnec	l authority, on	behalf of the	Company, s	tates that h	e is duly aut	horized to	make t	ne above repo	ort and that he h	as knowl	edge of	
				id report is true					_	ecember			20 13	
						KCC	WICH	TA Z		/ //	1 20	11		
			Witness (if	any)			• • • • • • • • • • • • • • • • • • •		ILA	and the	Simplany	utt-	<del> </del>	

DEC 04 2013

exempt status under and that the foregode correct to the best of equipment install.  I hereby requestions and that the foregode in the foregod	r penalty of perjury under the laws of the state of Kansas that I am authorized to request the Rule K.A.R. 82-3-304 on behalf of the operator Lobo Production, Inc.  Soing pressure information and statements contained on this application form are true and of my knowledge and belief based upon available production summaries and lease records lation and/or upon type of completion or upon use being made of the gas well herein named. Set a one-year exemption from open flow testing for the Bandel 1-7 unds that said well:
I further agree	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 to supply to the best of my ability any and all supporting documents deemed by Commission to corroborate this claim for exemption from testing.
Date: 12/01/2013	Signature: Ruchard A. Mills  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.