KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	t:				(See Instruct	tions on Rev	erse Side)			
Open Flow				Total Data								
✓ Deliverabilty				Test Date: 10/21/2013				API No. 15 181-20325-0000				
Company		DU	CTION, INC). C.			Lease DALLM	AN-RE				Well Number
County Location SHERMAN SW/SW/NE			Section 10		TWP 8S	•	RNG (E/W)		Acres Attributed			
Field GOODLAND GAS FIELD				Reservoir NIOBRARA					hering Conn PRODUC	ection TION, INC.		
Completic 8/19/03		te			Plug Bac 1377'	k Total Dept	h	,	Packer S	Set at		
Casing Size 4 1/2"			Weight 13.50#		Internal Diameter		Set at 1407'		Perforations 1150'		то 1184'	
Tubing S	Tubing Size Weight			Internal Diameter		Set at	Ì	Perforations		То		
Type Con			escribe)		Type Flui	d Production	า		Pump U	nit or Traveling	Plunger? Yes	/ No
Producing Thru (Annulus / Tubing) ANNULUS			% Carbon Dioxide				% Nitrogen			Gas Gravity - G _g .5875		
Vertical E	Depth(l	H)				Pres	sure Taps					Run) (Prover) Size
T.D 1	407'											TER RUN
Pressure	Buildu	ıp:	Shut in 10/2	<u>1</u> 2	0 13 at 0	725	(AM) (PM)	Taken_10)/22	20	13 _{at} 0840	(AM) (PM)
Well on L	ine:		Started	2	0 at		(AM) (PM)	Taken		20	at	(AM) (PM)
						OBSERVE	D SURFACE	DATA			Duration of Shut-	in 25.25 Hours
Static /	Orif	Orifice Circle one: Pressure			Flowing Well Head		Casing		Tubing			T
Dynamic Siz			Meter Prover Pressur	Differential in	Temperature t	Temperature t	. (P) or (P) o				Duration (Hours)	Liquid Produced (Barrels)
Property	(11101	165)	psig (Pm)	Inches H ₂ 0		,	psig	psia	psig	psia		
Shut-In	-						16					
Flow			<u></u>			<u> </u>			<u> </u>	<u> </u>		
			· · · · · · · · · · · · · · · · · · ·			FLOW STR	EAM ATTRI	BUTES				
Plate			Circle one:	Press	Grav	rity	Flowing	Dev	iation	Metered Flov	w GOR	Flowing
Coeffiecient (F _b) (F _p)		Pro	Meter or over Pressure	Extension	ractor		Temperature Factor		ctor	R	(Cubic Fe	Crossite
Mcfd			psia	✓ P _m xh	٠,		Fit	ļ .	PΥ	(Mcfd)	Barrel)	G _m
			,									
					(OPEN FL	OW) (DELIV	ERABILITY)	CALCUL	ATIONS		(P _a)	² = 0.207
(P _c) ² =	,	<u>:</u>	(P _w) ² =_	<u> </u>	P _d =	°	% (P	14.4) +	14.4 =	:-	(P _d)	2 =
(P _c) ² - (I	P _a) ²	(F	P _c) ² - (P _w) ²	hoose formula 1 or 2 1. $P_c^2 - P_a^2$	LOG of			sure Curve e = "n"				Open Flow
or (P _c)²- (I	P.)2			2. P _a - P _d 2	formula 1. or 2. and divide	0,0,		or igned	. Пх		Antilog	Deliverability Equals R x Antilog
		_	d	vided by: Pc2 - P	2 by:	P.2-P.2		rd Slope	-		<u>, </u>	(Mcfd)
									-			
Open Flo	w		1	Mcfd @ 14.	65 psia		Deliverabi	lity			Mcfd @ 14.65 ps	ia
The	unders	igne	d authority, on	behalf of the	Company, s	tates that h	e is duly aut	thorized to	o make th	ne above repo	ort and that he ha	as knowledge of
			in, and that sai				_		_	ecember		, 20 13
							WICHI'		1	11.	Mill	W
			Witness (If a	iny)		· · · · · · · · · · · · · · · · · · ·	U + 3043 -	116	Crew	For	Сопралу	

DEC 04 2013

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 DALLMAN-REAMS 3-10
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: 12/01/13
Signature: Richard A. Milli- 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.