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

Type Test	t:				(See Instruci	tions on He	verse Side	9)					
= '	en Flov				Test Date	٠.			API	No. 15				
∐ De	liverabi	ty			8/25/20					007-23921-0	0-00			
Company Lotus C	/ perat	ng Com	pany, l	LLC			Lease Rose				3	Well Number		
County Barber	•			-	Section 25		TWP 34S		RNG (E/W) 12W			Acres Attributed		
Field Stranathan				Reservoir Mississippi & Chero Sd			Gas Gathering Connection ONEOK							
Completion Date 8/29/2012				Plug Back Total Depth 5050				Packer S none	iet at					
Casing S 5 1/2	Casing Size Weight 5 1/2 14#				Internal D 5.012	Diameter	Set at 5148		Perforations 4705		то 4755	· -		
Tubing Si 2 7/8"	ubing Size Weight 27/8" 6.5#				Internal E 2.441	Set :		Perforations		То				
Type Con		(Describe))		Type Flui Oil & w	d Production	n		Pump Un	it or Traveling	Plunger? Yes	/ No		
Producing Thru (Annulus / Tubing) Annulus					% Carbon Dioxide			% Nitrogen		Gas Gravity - G				
Vertical Depth(H)				Pressure Taps							Run) (Prover) Size			
Pressure	Buildun	: Shut in	8/25		0 14 at 9	:00 am	(AM) (PM)	Taken 8/	26		14 at 9:00 at	 m (AM) (PM)		
Well on L	•											(AM) (PM)		
						OBSERVE	D SURFAC	E DATA		<u>-</u>	Duration of Shut-	inHours		
Static / Dynamic Property	ynamic Size		Meter Prover Pressure		Flowing Well Head Temperature t t		(P _w) or (P _t) or (P _c)		Tubing Wellhead Pressure (P _w) or (P ₁) or (P _c)		Du lanas AS Co (Hours)	Respireduced RPORABONACOMMISSI		
Shut-In		psig	(FIII)	inches H ₂ 0			psig 144	158.4	psig	psia	————DE	C 0 3 2014		
Flow											N COMPE	VATION DIVISION CHITA, KS		
						FLOW STR	EAM ATTR	IBUTES		<u></u>				
Plate Coeffiecient (F _b) (F _p) Mcfd		Gircle one: Meter or Prover Pressure psia		Press Extension P _m xh	Grav Fact	or Temperature		Fa	iation ctor : pv	Metered Flow R (Mcfd)	GOR (Cubic Fe Barrel)	Gravity		
				-	(ODEN EL (OW) (DELIV	ERABILITY) CALCIII	ATIONS					
(P _c) ² =		: 0	P) ² =	:	P _d =	• •) CALOUL P _c - 14.4) +		:	(P _a); (P _d);	2 = 0.207 3 =		
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(P _c) ² - (P _w) ²		cose formula 1 or 2: 1. $P_c^2 - P_a^2$ 2. $P_c^2 - P_d^2$ ded by: $P_c^2 - P_a^2$	a 1 or 2: P 2 LOG of formula P 2 1. or 2. and divide P 2		Backpressure Curv Slope = "n" or Assigned Standard Slope				Antilog	Open Flow Deliverability Equals R x Antilog (Mcfd)		
	_					<u></u>								
Open Flow				Mcfd @ 14.65 psia			Deliverability			Mcfd @ 14.65 psia				
		ned autho	rity, on b			tates that he			make th		t and that he ha			
				report is true					_	ecember		, 20 _14		
		w	tness (If an	w)			_	<u>d</u>	<u>₩</u>	For Co	maany			
			<u> </u>	···			_							
		Fo	r Commissi	Oli						Check	ed by			

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 Rose #3 gas well on the grounds that said well:
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 the same of processing and early time in contents of the same o
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: 12/1/2014
Signature:

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.