KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Tes | t: | | | | (| (See Instruc | tions on Re | verse Side | 9) | | | | | |
|--|------------------------------|---------|-----------------------------------|-----------------------------------|---------------------|--|---------------------------|---|-----------------------------|--|---------------------|-----------------------|---------------------------|--|
| | oen Flo eliveral | | | | Test Date | | | | API | No. 15 | A440 | | | |
| Company | | | | | 11/11/2 | 014 | Lease | | 15-0 | 07-24010 - | | Well N | umber | |
| | pera | ating | Company, | LLC | | | RM Ste | erling | - <u>-</u> | | 6 | | | |
| County Location Barber SW SE N | | | | Section 35 | | TWP 34S | | RNG (E/W) 13W | | | Acres Attributed 10 | | | |
| Field Hardtner | | | | Reservoir Mississippi | | | | Gas Gath | ection | | | | | |
| Completion Date 5/29/2013 | | | | Plug Back Total Depth 5025 | | | | Packer S NONE | et at | | _ | | | |
| _ | Casing Size Weight 5 1/2 14# | | | | Internal [5.012 | Diameter | | | Perfor | orations To 485 | |) | | |
| Tubing Size Weight 2 3/8" 4.7# | | | | Internal I | Diameter | Set at 4907 | | Perforations | | То | <u> </u> | | | |
| Type Completion (Describe) Acid & Frac | | | | Type Fluid Production Oil & water | | | | Pump Unit or Traveling Plunger? Yes / No Ves | | | | | | |
| | | | nulus / Tubina | <u> </u> | | Carbon Dioxi | de | | % Nitroge | | Gas (| Gravity - | G. | |
| Producing Thru (Annulus / Tubing) Annulus | | | | , | 70 Garbon Blonds | | | | | | | .6552 | | |
| Vertical E | Depth(l | H) | _ . | | | Pres | sure Taps | | | | (Mete | r Run) (I | Prover) Size | |
| Pressure | Buildu | Jp: | Shut in 11/1 | 1 2 | 0 14 at 2 | :00 pm | (AM) (PM) | Taken_11 | 1/12 | 20 | 14 at 2:00 | pm | (AM) (PM) | |
| Well on L | .ine: | | Started | 2 | 0 at | | (AM) (PM) | Taken | | 20 | at | | (AM) (PM) | |
| | | | | | | OBSERVE | D SURFAC | E DATA | | | Duration of Shu | ıt-in | Hours | |
| Static / Orifice Dynamic Size Property (inches | | | Circle one: Meter | Pressure Differential | , Flowing Well He | | Mollhood Proceuro | | Tubing Wellhead Pressure | | Duration | Duration Liqu | | |
| | | _ | Prover Pressul | e in | Temperature t | Temperature t | iperature) (P) or (P) | | | (P _t) or (P _c) | (Hours) | Recei | (Barrels) | |
| | _ | | psig (Pm) | Inches H ₂ 0 | | | psig | psia | psig | psia | KANSAS C | DREORAT | ION COMMISSION | |
| Shut-In | | | _ | | | | 155 | 169.4 | _ | - | DE | <u>:d o :</u> | 3 2014 | |
| Flow | | | _ | | | FLOW STR | L BEAM ATTR | IRLITES | _ | | CONS | RVATION WICHITA | N DIVISION | |
| Plate | | | Circle one: | | | | Flowing | | | <u> </u> | | | Flowing | |
| Coeffiecient | | | Meter or | Press Extension | Grav Fac | · 1 7 | riowing femperature | | iation ctor | Metered Flov R | y GOI (Cubic I | | Fluid | |
| | | Pro | over Pressure psia | ✓ P _m xh | F | | Factor F _{ri} | | (Mcfd) | | Barre | el) Grav | Gravity G _m | |
| | | _ | | | | | <u>'n</u> | | | | _ | | <u> </u> | |
| | | L | | | (OPEN FLO | OW) (DELIV | ERASILITY |) CALCUL | ATIONS | | (P | a) ² = 0.2 | 207 | |
| (P _c) ² = | _ | _: | (P _*) ² =_ | : | $P_d =$ | | <u>%</u> (F | , - 14.4) + | 14.4 = | : | | ") _s = | | |
| (P _c)²- (I | P 12 | ,, | ر اور)2- (P_ر)2 | thoose formula 1 or 2. | LOG of | Γ | | ssure Curve | T | 77 | | 0 | pen Flow | |
| or | | \ ' | 2, P ₂ -P _d | | formula 1, or 2. | | \$lope = "n" | | n x LOG | | Antiloa i | | liverability | |
| (P _c) ² - (I | P _₫)² | | d | livided by: $P_c^2 - P_a^2$ | and divide | P _c ² -P _w ² | | signed ard Slope | | | | Equa | ls R x Antilog (Mofd) | |
| | _ | | | | | | | | | | | 1 - | | |
| | | | | | | | | | | | | | | |
| Open Flow Mcfd @ 14.6 | | | | 65 psia | Deliverab | Deliverability | | | Mcfd @ 14.65 psia | | | | | |
| The t | unders | signe | d authority, on | behalf of the | Company, s | states that h | e is duly au | ithorized to | _ | | rt and that he I | | - | |
| the facts s | tated t | therei | n, and that sai | id report is true | and correc | t. Executed | this the 1 | | day of De | cember | | , | 20 14 . | |
| | | | | | | | | d | | N.C | 2 | | | |
| | | | Witness (if | any) | | | _ | | | For C | ompany | _ | | |
| | | | For Commis | ssion | | | _ | | | Chec | ked by | | | |

| | r penalty of perjury under the laws of the state of Kansas that I am authorized to request |
|---------------------|---|
| | r Rule K.A.R. 82-3-304 on behalf of the operator Lotus Operating Company, LLC |
| _ | ing 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 |
| • • | ation and/or upon type of completion or upon use being made of the gas well herein named. |
| I hereby reques | st a one-year exemption from open flow testing for the RM Sterling #6 |
| gas well on the gro | unds that said well: |
| | |
| (Check o | |
| | s a coalbed methane producer |
| L i | s cycled on plunger lift due to water |
| <u> </u> | s a source of natural gas for injection into an oil reservoir undergoing ER |
| i | s on vacuum at the present time; KCC approval Docket No |
| ✓ i | s 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. |
| olan do nobobbany | o correspondite unit ordination mont teeting. |
| | |
| Date: 12/1/2014 | |
| 1. , , , | |
| | |
| | |
| | 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.