1 - 1 P

KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

Type Test	:		ONL	· Ollvi O	1701CIZI (See Instr	ructio	ns on Rev	erse Side))				·	
Open Flow															
✓ Deliverability				Test Date: July 8, 2010				API No. 15 15-185-23167-0000							
Company Castelli Exploration, Inc.				Leas			Lease Seibert				#2-5	Well Number #2-5			
County Location Stafford C E/2 NW NW				Section 5			TWP 25S		RNG (E/W) 15W			Acres	Attributed		
Field Farmington					Reservoir Chase					Gas Gathering Connection Lumen Energy		ction			
Completion Date 10/26/02			*		Plug Back Total Depth 2470'			1		Packer S	et at				
Casing Size 4 1/2"			Weight 11.6		Internal Diameter 4"			Set at 2396'		Perforations 2265-72, 2120-32		то 32 2098-	2 2098-08		
Tubing Size 2 3/8"			Weight 4.6		Internal Diameter 2"			Set at - 2464		Perforations None		То			
Type Completion (Describe) Single Gas Zone Perforations				ons	Type Fluid Production Saltwater			ة ينيت بين بح	Pump Unit or Travélin Pumping Unit						
Producing Thru (Annulus / Tubing) Annulus				g)	% Carbon Dioxide			9	% Nitrogen			Gas Gravity - G			
Vertical D	epth(F	1)				Р	ressu	ire Taps				(Meter	Run) (F	Prover) Size	
Pressure	Buildu	p:	Shut in July	/ 8	10 at 8	:00	(/	AM) (PM)	Taken_Ju	ıly 9	20 .	10 _{at} 8:00		(AM) (PM)	
Well on L	.ine:		Started	2	0 at		(/	AM) (PM)	Taken		20	at		(AM) (PM)	
						OBSER	RVED	SURFACE	DATA	·		Duration of Shut	-in	Hours	
Static / Dynamic Property	Dynamic Size		Circle one: Meter Prover Pressu psig (Pm)		lemperature lemperatu		1	1 Wellhead Pressure		Tubing Wellhead Pressure (P _w) or (P ₁) or (P _c) psig psia		Duration (Hours)		Liquid Produced (Barrels)	
Shut-In				2				159	173.4	porg	Polic				
Flow						EL OW S	STRE	AM ATTR	IRLITES						
Dist			Circle one:					Flowing						Flowing	
Plate Coefficeient (F _b) (F _p) Mcfd		Pro	Meter or over Pressure psia	Press Extension √P _m x h	Gravity Factor F _g		Ter	Temperature Factor		viation Metered Flow R F _{pv} (Mcfd)		GOR (Cubic Feet/ Barrel)		Fluid Gravity G _m	
			<u>,</u>										•		
₉₄₁			ر سيدسون . اي		(OPEN FL	ow) (DĖ	ŨΙΥΕΊ	RABILITY	CĂLCŨĹ	ATIONS	A am different	بخت ک جمدی ہ .P.) ² = 0.2	207	
(P _c) ² =		_:	(P _w) ² =	;	P _d =		%	(F	· - 14.4) +	14.4 =	•	(P _d			
$(P_c)^2 - (P_a)^2$ or $(P_c)^2 - (P_d)^2$		(F	P _c) ² · (P _w) ²	Choose formula 1 or 2 1. $P_c^2 - P_a^2$ 2. $P_c^2 - P_d^2$	1. P _c ² - P _s ² LOG of formula		2	Backpressure Curve Slope = "n" or Assigned		n x I OG		Antilog	De	Open Flow Deliverability Equals R x Antilog (Mcfd)	
		·····		divided by: Pc2 - Pw		P.º - P		Standa	ard Slope					(Wiciu)	
														· · · · · · · · · · · · · · · · · · ·	
Open Flow Mcfd @ 14.				.65 psia			Deliverability		Mcfd @ 14.65 psia						
The	unders	igne	d authority, o	n behalf of the	Company, s	states tha	at he	is duly au	thorized t	o make th	ne above repor	t and that he h	as knov	vledge of	
the facts s	tated t	here	in, and that sa	aid report is true	e and correc	t. Execu	ited th	his the 10	Oth	day of A	ugust			20 10.	
	· · · · · · · · · · · · · · · · · · ·		Witness (f any)	***************************************			-	M	بسوا_	For Co	ompany	RE(EIVED	
			For Comm	ission	-,		_	-			Chec	ked by	JAN	3 1 2011	

exempt status under and that the forego correct to the best of equipment instal I hereby reque	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 Castelli Exploration, Inc. Soing pressure information and statements contained on this application form are true and the production 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 Seibert #2-5 unds that said well:
(Check	
	to corroborate this claim for exemption from testing.
a series and the series of	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.

JAN 3 1 2011

CASTELLI EXPLORATION, INC. SEIBERT #2-5 660' FNL 990' FWL NW/4 SEC 5-25S-15W Stafford Co., Kansas 2050' GL 2058' KB

Report: Completion in Chase Group

- MIRU Chase Well Svc DD. MI 2-3/8" 8rd EUE tbg from Sunrise Supply. TIH w/ 3-7/8" tooth bit, 4 3-1/8" drill collars & tbg. Tagged cement @ 2480'. RU Paul's Oilfield Svc pump & swivel. Drilled cement, wiper rubber & top of D-V tool. Circulate hole clean, pull bit up to 2470', SDFN.
- Drilled out D-V tool @ 2486'. TIH w/ bit, drill wiper plug & clean up hole to 3262'. TOH w/ tbg & bit. RU Perf-Tech. Ran Gamma Ray Neutron CCL Log from 3257' to 2900'& Cement Bond Log. Good cement from 3257' to 2510', then from 2490' to 1860'. Swab fluid down to 2900'. Perf Howard 3165-71' w/ 3-1/8" HSC PPG, 11 gram charge & 4 spf. Slight blow after shot. Ran swab, FL @ 2600', 300' FU. Swab fluid down to 3200' w/ gas vapor on 2 pulls. Left well open to test tank, SDFN.
- Csg was dead, FL @ 1400'- 1800' FU. Swab steady w/ slight show of gas before fluid. RU Perf-Tech. Set CIBP @ 3150'. Swab fluid down to 2725'. Perf Langdon Sand 2966-68' w/ 3-1/8" HSC PPG, 11 gram charge & 4 spf. No blow after shot. Swab fluid down to 2950' w/ no gas. Let set 30 min, no fillup. RU Acid Service. Acidize Langdon Sand w/ 500 gal 10% Fe, 10% Methanol. Max press 500#, min 275#, avg 300#, max rate 1 bpm, min .30 bpm, avg 1 bpm, ISIP 200#, 10 min 50#, 20 min 30#. Total load 61 bbl. FL @ surface. Swab steady, swabbing fluid down to 2900' & swabbing 51 bbl of 61 bbl load w/ no gas. Left well open to test tank, SDEN
- Csg was dead, FL @ 2400'- 500' FU. Swab fluid back down to 2900', no gas. RU Perf-Tech. Set CIBP @ 2950'. Perf 2716-22' w/ 3-1/8" HSC PPG, 11 gram charge & 4 spf. No blow after shot. Ran swab w/ same FL @ 2850'. Ru Acid Service. Acidize w/ 500 gal 15% Fe, 10% Methanol. Max press 250#, min 150#, avg 200#, max rate 1 bpm, min .30 bpm, avg .75 bpm, ISIP 150# & 5 min vac. Total load 57 bbl. Let set 45 min. FL @ 400'. Swabbed steady w/ last pull from 2700', well kicked off. Swabbed & flowed 70 bbl of 57 bbl load, 13 bbl over. Let well blow of 15 min to lower fluid in test tank. FL @ 1600', swab steady, could only lower FL to 1850'. Swabbed 20 bbl in 45 min. SI csg, SDFN.

Seibert #2-5

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JAN 3 1 2011

KCC WICHITA

11-02-02 thru

SDFWeekend

11-03-03

11-04-02

SI CP 875#. Tried to get flow test but well would kick out fluid. Ran swab, scattered from surface to perfs. Swabbed fluid down to 2400', let set 15 min, FL @ 2000' – 400' FU, 700' above perfs. RU Perf-Tech. Set CIBP @ 2470'. Perf Ft Riley 2265-72', Krider 2120-32' & Herrington 2098'-2108' w/ 3-1/8" HSC PPG, 11 gram charge & 4 spf. Had good gas blow after Herrington perfs. TIH w/ Baker 4 ½" Lok-set & Retrieve-omatic. Set plug @ 2317' & pkr @ 2077' to straddle all 3 zones, SI tbg. SDFN

11-05-02

SI TP 565#. Release & move pkr. RU Acid Services. Acidize Ft Riley 2265-72' w/ 500 gal 28% Fe, 10% Methanol. Max press – 750#, min – 400#, avg – 500#, max rate – 1.6 bpm, min - .30 bpm, avg – 1.0 bpm, ISIP – 100# & 4 min – vac. Total load – 43 bbl. Release & move tools. Acidize Krider 2120-32' & Herrington 2098'-2108' w/ 2000 gal 28% Fe, 10% Methanol. Max press – 1450#, min – 200#, avg – 1000#, max rate – 6.3 bpm, min - .30 bpm, avg – 6.0 bpm, ISIP – 100#, 7 min – vac. Total load – 58.5 bbl. Release & TOH w/ tools. TIH w/ tbg for production as follows:

		Set @
2-3/8" 8rd EUE TP MA	1 jt 15.00'	2464.39
2-3/8" 8rd SN	1 jt 1.10'	2449.39'
2-3/8" 8rd EUE tbg	78 jts 2443.29'	2448.29'
Below Zero	5.00'	

Landed tbg 7' off bottom, w/ perf in MA @ 2452', 180' below Ft Riley perfs. Ran swab w/ FL @ 700'. Well kicked off after 2nd pull. 1st hr flowed 23 bbl w/ 50# on csg. 2nd hr swabbed & flowed 12 bbl w/ 175# on csg. Well kicked off again. W/ 1" valve on tbg opened enough to hold 90# & going into test tank, csg hèld 190#. SDFN

11-06-02

Flowing tbg press – 80# w/ 140# on csg & 22 bbl water. Hookup Merla Tester & test gas via tbg. Start @ 540 MCFD, 1 ½ hr testing, 500 MCFD w/ heavy mist & steady. Hookup tester to csg. Ran 45 min test, 475 MCFD & steady. Blow down well to run rods as follows:

2"x 1 ½"x 12' RWBC w/ 6' GA(new from Gressel) 78 – 5/8"x 25' sucker rods (from Julian #1-5) 18 – ¾"x 25' sucker rods (from Sunrise Supply) ¾"x 4',6',6' pony rods 1 ¼"x 16' PR w/ 6' PRL(from Sunrise Supply)

Longstroke well w/ good pump action, clamp off. RDMODD Ready for hookup to sells. 15 min csg SI – 220#, 45 min – 290#.

Seibert #2-5

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- MI Bobcat Backhoe Service. Lay 1000' of 2-3/8" tbg for gas line to vertical seperator & 1000' of 2" PVC line for lead line to SW tank. Picked up & set 24"x 10' McDonald vertical seperator w/ 500# working press, 750# test press & S/N 2756-02. SDFN.
- Bobcat Backhoe Service went to Shields Oil Producers Russell Yard. Pickup & set Lufkin C-57D-95-48 pumping unit, gear ratio 29.32 to 1, sheave 24", max stroke 48" & S/N C556184-386777. Lay 2" PVC line from seperator to SW tank. RU Hugo's Repair. Remove C-66 gas engine from Seibert #1-31 & set on Lufkin pumping unit & get running. Lumen Energy Corp installed meter run & should be ready to open up 11-14-02.
- 11-14-02 RU Bobcat Backhoe Service. Start well to balance out weights & install fence around meter runs, separators & SW tank. SICP 550#.