

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 Hayes Oil & Gas, 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 Kircher #2 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: 08-17-2011

Signature: *Dwight J. Hayes*
Title: Manager

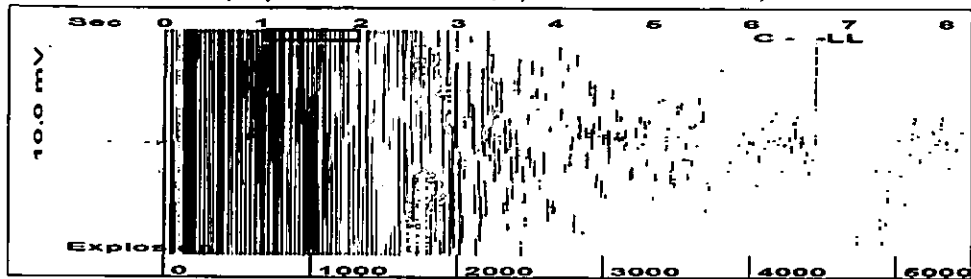
Instructions: If a gas well meets one of the eligibility criteria set out in KCC regulation K.A.R. 82-3-304, the operator may complete the statement provided above in order to claim exempt status for the gas well.

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.

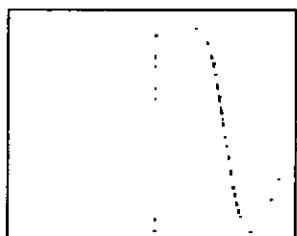
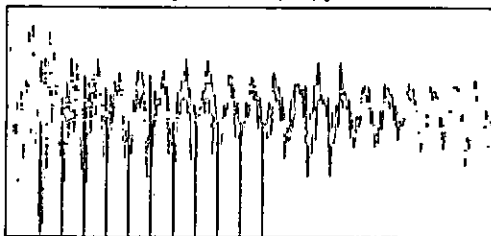
RECEIVED
AUG 18 2011
KCC WICHITA

Group: MyWells Well: Kircher #2 (acquired on: 08/03/11 15:29:12)



Filter Type High Pass Automatic Collar Count Yes Time 6.659 sec
 Manual Acoustic Velocity 1336.68 ft/s Manual JTS/sec 21.8341 Joints 145.276 Jts
 Depth 4446.88 ft

[1.0 to 2.0 (Sec)]

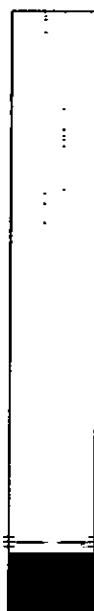


Analysis Method: Automatic

Group: MyWells Well: Kircher #2 (acquired on: 08/03/11 15:29:12)

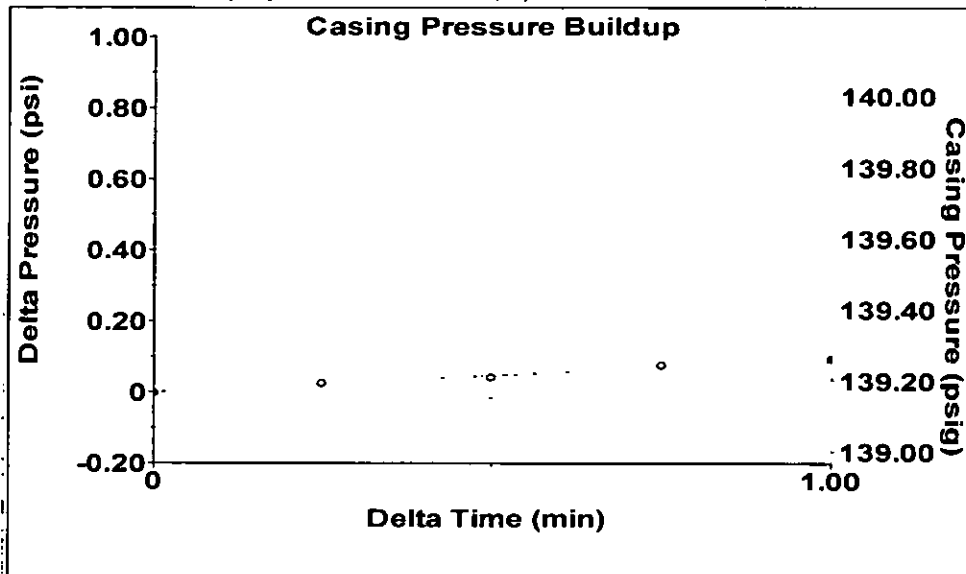
Production			
Current	Potential	Casing Pressure	
Oil -*- BBL/D	-*- BBL/D	139.2 psi (g)	
Water -*- BBL/D	-*- BBL/D	Casing Pressure Buildup	
Gas -*- Mscf/D	-*- Mscf/D	0.1 psi	
		1.00 min	
IPR Method	Vogel	Gas/Liquid Interface Pressure	
PBHP/SBHP	-*-	155.3 psi (g)	
Production Efficiency	0.0		
		Liquid Level	
Oil 27 deg.API		Main Depth to Liquid Level	
Water 1.05 Sp.Gr.H2O		4446.88 ft	
Gas 0.67 Sp.Gr.AIR			
		Formation Depth	
Acoustic Velocity	1335.6 ft/s	4340 ft	

Producing
 Annular Gas Flow 2 Mscf/D
 %% Liquid 100 %
 Pump Intake Pressure 155.3 psi (g)
 Producing BHP 154.9 psi (g)
 Static BHP -*- psi (g)



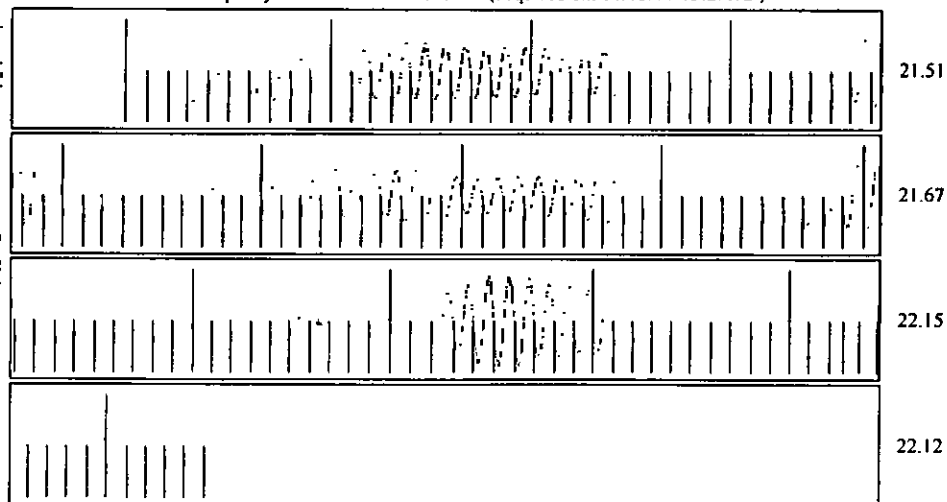
RECEIVED
 AUG 18 2011
 KCC WICHITA

Group: MyWells Well: Kircher #2 (acquired on: 08/03/11 15:29:12)



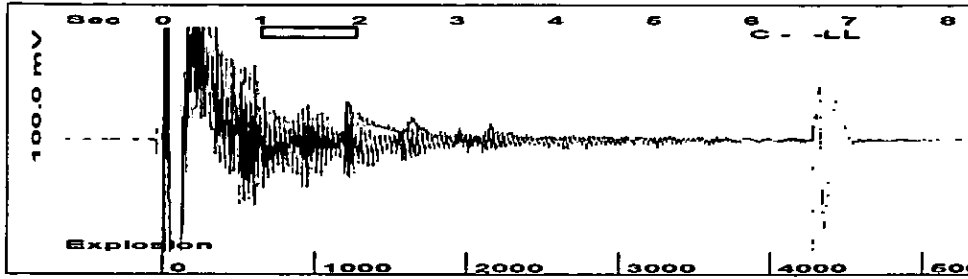
Change in Pressure 0.09 psi PT4212 Range 0 - 1500 psi
 Change in Time 1.00 min

Group: MyWells Well: Kircher #2 (acquired on: 08/03/11 15:29:12)



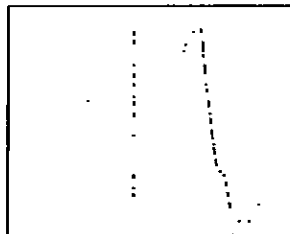
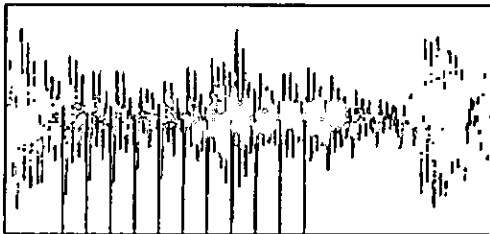
Acoustic Velocity	1335.6 ft/s	Joints counted	135
Joints Per Second	21.8164 jts/sec	Joints to liquid level	145.276
Depth to liquid level	4446.88 ft	Filter Width	19.8341 23.8341
Automatic Collar Count	Yes	Time to 1st Collar	0.26 6.448

Group: MyWells Well: KIRCHER1 (acquired on: 08/05/11 08:39:25)



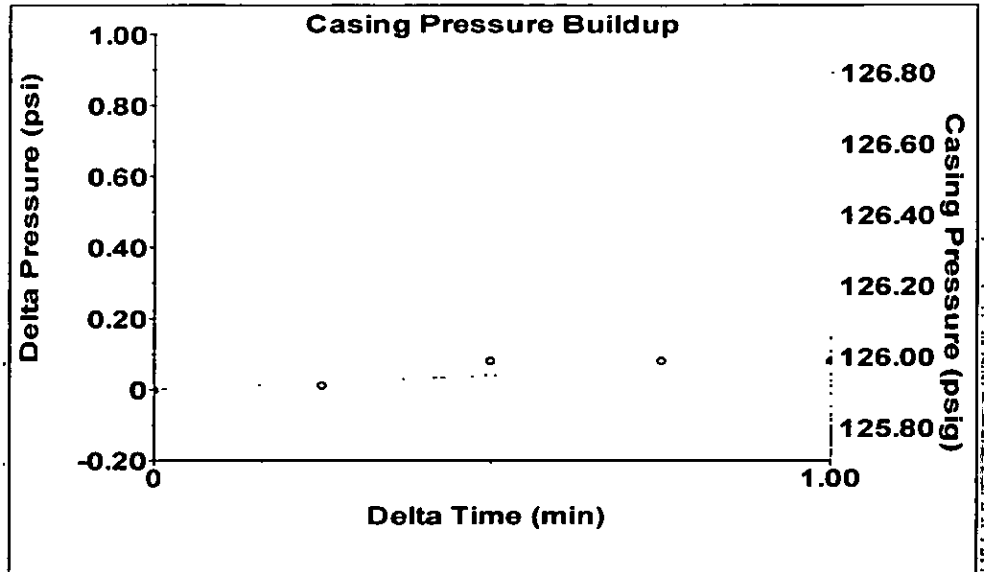
Filter Type High Pass Automatic Collar Count Yes Time 6.626 sec
 Manual Acoustic Velo 1260.48 ft/s Manual JTS/sec 20.1613 Joints 136.775 Jts
 Depth 4275.59 ft

[1.0 to 2.0 (Sec)]



Analysis Method: Automatic

Group: MyWells Well: KIRCHER1 (acquired on: 08/05/11 08:39:25)



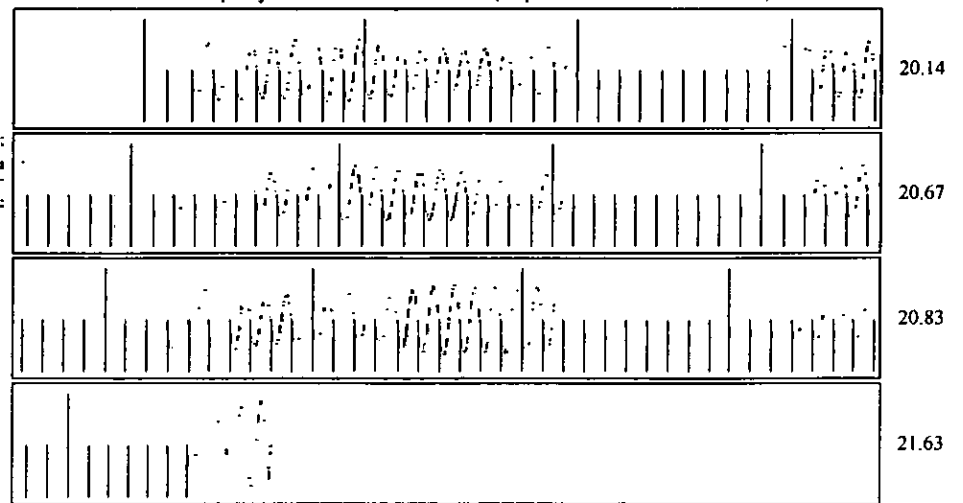
Change in Pressure 0.08 psi PT4212 Range 0 - 1500 psi
 Change in Time 1.00 min

Group: MyWells Well: KIRCHER1 (acquired on: 08/05/11 08:39:25)

Production			
Current	Potential	Casing Pressure	Producing
Oil 1	- * - BBL/D	125.9 psi (g)	
Water 35	- * - BBL/D	Casing Pressure Buildup	Annular Gas Flow
Gas 86	- * - Mscf/D	0.1 psi	3 Mscf/D
		1.00 min	% Liquid
		Gas/Liquid Interface Pressure	88 %
		141.0 psi (g)	
IPR Method	Vogel	Liquid Level	
PBHP/SBHP	- * -	Main Depth to Liquid Level	
Production Efficiency	0.0	4275.59 ft	
Oil 28 deg.API		Formation Depth	
Water 1.05 Sp.Gr.H2O		4380 ft	
Gas 0.70 Sp.Gr.AIR			
Acoustic Velocity	1290.55 ft/s		
Pump Intake Depth (MD)	4314 ft		
Total Gaseous Liquid Column HT (TVD)	38 ft		
Equivalent Gas Free Liquid HT (TVD)	34 ft		

KCC WICHITA
 AUG 18 2011
 RECEIVED

Group: MyWells Well: KIRCHER1 (acquired on: 08/05/11 08:39:25)



Acoustic Velocity	1290.55 ft/s	Joints counted	126
Joints Per Second	20.6422 jts/sec	Joints to liquid level	136.775
Depth to liquid level	4275.59 ft	Filter Width	18.1613 22.1613
Automatic Collar Count	Yes	Time to 1st Collar	0.3 6.404