KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test: | • | | | (- | See Instruc | tions on Re | verse Side |) | | | | |
|---|------------------------|---|--------------------------------------|---|-------------------------------|--|----------------------------------|--|---------------------------------------|-------------------------------|--|--|
| ☐ Open Flow Test Date: ☐ Deliverability Septemb | | | | : ber 26, 20 | 11 | | | No. 15 3321578000 | 00 | | | |
| Company Castelli Exploration, Inc. | | | | | Lease Gregg | | | | | #7-19 | Well Number | |
| County Location Comanche N/2 NE SE | | | Section 19 | **** | TWP 33S | | | RNG (E/W) 16W | | Acres Attributed | | |
| Field Shimer | | | Reservoir Mississ | | | | Gas Gathering Connectio Oneok | | ection | | | |
| Completion Date 02/22/11 | | | Plug Bac 5153 | k Total Dep | th | | Packer S | et at | | | | |
| Casing Size | y Size Weight 15.5# | | Internal Diameter | | Set at 5201 | | Perforations 5034 | | то 5055 | | | |
| Tubing Size Welght 2 7/8" | | | Internal C | Diameter | Set : 494 | | Perforations | | То | | | |
| Type Completion (Describe) Single Zone Gas Perforations | | | | Type Fluid Production Oil/Saltwater | | | | Pump Unit or Traveling Plu Pumping Unit | | | | |
| Producing Thru (Annulus / Tubing) Annulus | | | | % Carbon Dioxide | | | | % Nitrog | en | Gas Gravity - G | | |
| /ertical De | pth(H) | | | *** | Pres | ssure Taps | | | | (Meter F | Run) (Prover) Size | |
| Pressure B | Buildup: | Shut in Se | pt 25 20 | 11 at 8 | :00 | . (AM) (PM) | Taken_Se | ept 26 | 20 | 11 at 8:00 | (AM) (PM) | |
| Vell on Lin | ne: | Started | 20 | at | _ | . (AM) (PM) | Taken | | 20 | at | (AM) (PM) | |
| | | | | | OBSERV | ED SURFAC | | · | · · · · · · · · · · · · · · · · · · · | Duration of Shut- | in Hours | |
| Static / Oritice ynamic Size roperty (inches | | Meler Prover Press | <i>ure</i> រភ | Flowing Temperature t | Well Head Temperature t | Wellhead (P,) or (F | sing Pressure | Tubing Wellhead Pressure (P _w) or (P _t) or (P _o) | | Duration (Hours) | Liquid Produced (Barrels) | |
| Shut-In | | parg (r m) | Theries 11 ₂ 0 | | | psig 888 | 902.4 | psig | psia | | | |
| Flow | | | | | | | | | | | | |
| Plate | | Circle one: | Press | 1 _ | | Flowing | 1 | | | | Flowing | |
| Coefficie (F _b) (F _p) McId | | Meter or Prover Pressure psia | Extension Pmxh | Gravity Factor F _g | | Temperature Fa | | viation Metered Flow actor R F _{pv} (McId) | | y GOR (Cubic Fe Barrel) | (Zravity | |
| | | | | | | | | | | | | |
| | | 45.11 | | • | | VERABILITY | - | | | | ² = 0.207 | |
| $(P_o)^2 = \underline{\qquad \qquad }$ $(P_o)^2 - (P_o)^2 - (P_o$ | ,)2 | $ (P_w)^2 = $ | | LOG of formula 1. or 2. and divide p 2. p 2 | | _% (P _c - 14.4) + Backpressure Curve Slope = "n" Assigned Standard Slope | | n x LOG | | Antilog | Open Flow Deliverability Equals R x Antilog (Mcfd) | |
| | | | divided by: Pc2 - Pw2 | | | - | | | | | | |
| | | | | | | | | | | | | |
| Open Flow | · | | Mcfd @ 14.6 | 55 psia | | Deliveral | bility | | | Mcfd @ 14.65 psi | ia | |
| | _ | • | on behalf of the said report is true | - • | | • | | | ne above repo ecember | rt and that he ha | s knowledge of, 20 | |
| | | | | | | | | ۸ | 60 | aten | | |
| _ | | Witness | (if any) | | | | | | ForC | Company | RECEIV | |
| | • | For Com | mission | | | | | | Che | cked by | FFB 16 | |

| <i>,</i> | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | |
| 4 | | | | | | | | | |
| 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 Castelli Exploration | | | | | | | | | |
| 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 Gregg #7-19 | | | | | | | | | |
| 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 a source of flatdrai gas for injection into an off reservoir undergoing EA | | | | | | | | | |
| is not capable of producing at a daily rate in excess of 250 mcf/D | | | | | | | | | |
| To flot depaste of producing at a daily fall in choose of 250 files | | | | | | | | | |
| 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: _12/11/11 | | | | | | | | | |
| Date: | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| Signature: | | | | | | | | | |
| Title: President | | | | | | | | | |
| Title, 1. 100.00. | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

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 factorial signed and dated on the front side as though it was a verified report of annual test results.

FEB 1 6 2012