

KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

(See Instructions on Reverse Side)

Type Test:

Open Flow
Deliverability

Test Date:
3/14/2012

API No. 15
181-20539-0000

| | | | | | |
|---|--------------------|---------------------------------|-----------------|---|------------------------|
| Company Rosewood Resources, Inc. | | Lease Stefan | | Well Number 41-10 | |
| County Sherman | Location NENE/4 | Section 10 | TWP 9S | RNG (E/W) 40W | Acres Attributed 80 |
| Field Goodand | | Reservoir Niobrara | | Gas Gathering Connection Branch Systems Inc. | |
| Completion Date 6/10/08 | | Plug Back Total Depth 1265' | | Packer Set at | |
| Casing Size 2 7/8" | Weight 6.5# | Internal Diameter 2.441 | Set at 1265' | Perforations 1044' | To 1074' |
| Tubing Size NONE | Weight | Internal Diameter | Set at | Perforations | To |
| Type Completion (Describe) Single (Conventional) | | Type Fluid Production DryGas | | Pump Unit or Traveling Plunger? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | |
| Producing Thru (Annulus / Tubing) Annulus | | % Carbon Dioxide | | % Nitrogen | |
| Vertical Depth(H) 1280' | | Pressure Taps Flange | | Gas Gravity - G _s .6 (Meter Run) (Prover) Size 2" | |
| Pressure Buildup: Shut in | 3-13 | 20 | 12 | at 11:15 | (AM) (PM) Taken 3-14 |
| Well on Line: Started | 3-14 | 20 | 12 | at 11:25 | (AM) (PM) Taken 3-15 |

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OBSERVED SURFACE DATA

Duration of Shut-in 24 Hours

| Static / Dynamic Property | Orifice Size (inches) | Circle one: Meter or Prover Pressure psig (Pm) | Pressure Differential in Inches H ₂ O | Flowing Temperature t | Well Head Temperature t | Casing Wellhead Pressure (P _w) or (P _i) or (P _c) | | Tubing Wellhead Pressure (P _w) or (P _i) or (P _c) | | Duration (Hours) | Liquid Produced (Barrels) |
|---------------------------|-----------------------|--|--|-----------------------|-------------------------|--|------|--|------|------------------|---------------------------|
| | | | | | | psig | psia | psig | psia | | |
| Shut-in | | | | | | 8 | 22.4 | | | | |
| Flow | | | | | | 1 | 15.4 | | | 24 | 0 |

FLOW STREAM ATTRIBUTES

| Plate Coefficient (F _v) (F _p) Mcfd | Circle one: Meter or Prover Pressure psia | Press Extension $\sqrt{P_m \times h}$ | Gravity Factor F _g | Flowing Temperature Factor F _{tt} | Deviation Factor F _{pv} | Metered Flow R (Mcfd) | GOR (Cubic Feet/ Barrel) | Flowing Fluid Gravity G _m |
|--|---|---------------------------------------|-------------------------------|--|----------------------------------|-----------------------|--------------------------|--------------------------------------|
| | | | | | | 4 | | |

(OPEN FLOW) (DELIVERABILITY) CALCULATIONS

(P_c)² = _____ : (P_w)² = _____ : P₀ = _____ % (P_c - 14.4) + 14.4 = _____ : (P_w)² = 0.207
(P₀)² = _____

| (P _c) ² - (P _w) ² or (P _c) ² - (P ₀) ² | (P _c) ² - (P _w) ² | Choose formula 1 or 2: 1. P _c ² - P _w ² 2. P _c ² - P ₀ ² divided by: P _c ² - P _w ² | LOG of formula 1. or 2. and divide by: $\frac{P_c^2 - P_w^2}{P_c^2 - P_w^2}$ | Backpressure Curve Slope = "n" or Assigned Standard Slope | n x LOG | Antilog | Open Flow Deliverability Equals R x Antilog (Mcfd) |
|--|---|---|--|---|---------|---------|--|
| | | | | | | | |

Open Flow Mcfd @ 14.65 psia Deliverability Mcfd @ 14.65 psia

The undersigned authority, on behalf of the Company, states that he is duly authorized to make the above report and that he has knowledge of the facts stated therein, and that said report is true and correct. Executed this the 20 day of December, 20 12

Witness (if any)

For Commission

Janull Geever
For Company

Checked by

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Form G-2
(Rev. 7/03)

JAN 03 2013

KCC WICHITA

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 Rosewood Resources, Inc. 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 Stefan 41-10 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: 12/20/12

Signature: Jarrell Gerwe

Title: Production Assistant

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.

W2576
 Stefan 41-10
 South Goodland
 Goodland
 None
 March-12

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| DATE | Casing | | MCF | HRS | | REMARKS (Maximum length 110 characters) |
|-----------|--------|--------|-----|------|----|--|
| | PSI | STATIC | | DOWN | | |
| 3/1/2012 | 0 | 13 | | 4 | 0 | |
| 3/2/2012 | 0 | 13 | | 3 | 0 | cal |
| 3/3/2012 | 1 | 14 | | 3 | 0 | |
| 3/4/2012 | 0 | 13 | | 5 | 0 | |
| 3/5/2012 | 0 | 13 | | 4 | 0 | |
| 3/6/2012 | 0 | 13 | | 4 | 0 | |
| 3/7/2012 | 0 | 13 | | 4 | 0 | |
| 3/8/2012 | 0 | 13 | | 4 | 0 | |
| 3/9/2012 | 0 | 13 | | 5 | 0 | |
| 3/10/2012 | 0 | 13 | | 5 | 0 | |
| 3/11/2012 | 0 | 13 | | 4 | 0 | |
| 3/12/2012 | 0 | 13 | | 4 | 0 | |
| 3/13/2012 | 0 | 13 | | 4 | 0 | shut in for state |
| 3/14/2012 | 8 | 13 | | 0 | 24 | opened up |
| 3/15/2012 | 1 | 12 | | 6 | 0 | |
| 3/16/2012 | 0 | 13 | | 5 | 0 | |
| 3/17/2012 | 0 | 13 | | 5 | 0 | |
| 3/18/2012 | 0 | 13 | | 5 | 0 | |
| 3/19/2012 | 0 | 13 | | 4 | 0 | |
| 3/20/2012 | 0 | 13 | | 4 | 0 | |
| 3/21/2012 | 1 | 14 | | 4 | 0 | |
| 3/22/2012 | 1 | 14 | | 4 | 0 | |
| 3/23/2012 | 1 | 14 | | 4 | 0 | |
| 3/24/2012 | 1 | 14 | | 4 | 0 | |
| 3/25/2012 | 1 | 14 | | 4 | 0 | |
| 3/26/2012 | 1 | 14 | | 4 | 0 | |
| 3/27/2012 | 1 | 14 | | 4 | 0 | |
| 3/28/2012 | 1 | 14 | | 4 | 0 | |
| 3/29/2012 | 1 | 14 | | 4 | 0 | |
| 3/30/2012 | 1 | 14 | | 4 | 0 | |
| 3/31/2012 | 1 | 14 | | 4 | 0 | |

Total

126

W2576
 Stefan 41-10
 South Goodland
 Goodland
 None
 April-12

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 KCC WICHITA

| DATE | Casing | | MCF | HRS | | REMARKS (Maximum length 110 characters) |
|-----------|--------|--------|-----|------|---|--|
| | PSI | STATIC | | DOWN | | |
| 4/1/2012 | 1 | 14 | | 4 | 0 | |
| 4/2/2012 | 1 | 14 | | 4 | 0 | |
| 4/3/2012 | 0 | 13 | | 4 | 0 | |
| 4/4/2012 | 0 | 13 | | 4 | 0 | |
| 4/5/2012 | 0 | 13 | | 4 | 0 | |
| 4/6/2012 | 0 | 13 | | 4 | 0 | |
| 4/7/2012 | 0 | 13 | | 4 | 0 | |
| 4/8/2012 | 0 | 13 | | 4 | 0 | |
| 4/9/2012 | 0 | 13 | | 4 | 0 | |
| 4/10/2012 | 0 | 13 | | 4 | 0 | |
| 4/11/2012 | 0 | 13 | | 4 | 0 | |
| 4/12/2012 | 0 | 13 | | 4 | 0 | |
| 4/13/2012 | 0 | 13 | | 4 | 0 | |
| 4/14/2012 | 0 | 13 | | 4 | 0 | |
| 4/15/2012 | 1 | 14 | | 4 | 0 | |
| 4/16/2012 | 0 | 13 | | 4 | 0 | |
| 4/17/2012 | 0 | 13 | | 4 | 0 | |
| 4/18/2012 | 0 | 13 | | 4 | 0 | |
| 4/19/2012 | 0 | 13 | | 5 | 0 | |
| 4/20/2012 | 0 | 13 | | 4 | 0 | |
| 4/21/2012 | 1 | 14 | | 4 | 0 | |
| 4/22/2012 | 1 | 14 | | 4 | 0 | |
| 4/23/2012 | 1 | 14 | | 4 | 0 | |
| 4/24/2012 | 1 | 14 | | 4 | 0 | |
| 4/25/2012 | 0 | 13 | | 5 | 0 | |
| 4/26/2012 | 0 | 13 | | 4 | 0 | |
| 4/27/2012 | 1 | 14 | | 4 | 0 | |
| 4/28/2012 | 1 | 14 | | 4 | 0 | |
| 4/29/2012 | 1 | 14 | | 4 | 0 | |
| 4/30/2012 | 1 | 14 | | 4 | 0 | |
| 5/1/2012 | 0 | 0 | | 0 | 0 | |

Total

122

W2576
 Stefan 41-10
 South Goodland
 Goodland
 None
 May-12

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| DATE | Casing | | MCF | HRS | | REMARKS (Maximum length 110 characters) |
|-----------|--------|--------|-----|------|---|--|
| | PSI | STATIC | | DOWN | | |
| 5/1/2012 | 1 | 14 | | 4 | 0 | |
| 5/2/2012 | 1 | 14 | | 4 | 0 | |
| 5/3/2012 | 1 | 14 | | 4 | 0 | |
| 5/4/2012 | 1 | 14 | | 4 | 0 | |
| 5/5/2012 | 1 | 14 | | 4 | 0 | |
| 5/6/2012 | 1 | 14 | | 4 | 0 | |
| 5/7/2012 | 1 | 14 | | 4 | 0 | |
| 5/8/2012 | 1 | 14 | | 4 | 0 | |
| 5/9/2012 | 1 | 14 | | 4 | 0 | |
| 5/10/2012 | 1 | 14 | | 4 | 0 | |
| 5/11/2012 | 1 | 14 | | 4 | 0 | |
| 5/12/2012 | 1 | 14 | | 4 | 0 | |
| 5/13/2012 | 1 | 14 | | 4 | 0 | |
| 5/14/2012 | 1 | 14 | | 4 | 0 | |
| 5/15/2012 | 1 | 14 | | 4 | 0 | |
| 5/16/2012 | 1 | 14 | | 4 | 0 | |
| 5/17/2012 | 1 | 14 | | 4 | 0 | |
| 5/18/2012 | 1 | 14 | | 4 | 0 | |
| 5/19/2012 | 1 | 14 | | 4 | 0 | |
| 5/20/2012 | 1 | 14 | | 4 | 0 | |
| 5/21/2012 | 1 | 14 | | 4 | 0 | |
| 5/22/2012 | 1 | 14 | | 4 | 0 | |
| 5/23/2012 | 1 | 14 | | 4 | 0 | |
| 5/24/2012 | 0 | 13 | | 4 | 0 | |
| 5/25/2012 | 1 | 14 | | 4 | 0 | |
| 5/26/2012 | 2 | 15 | | 3 | 6 | |
| 5/27/2012 | 1 | 14 | | 4 | 0 | |
| 5/28/2012 | 1 | 14 | | 4 | 0 | |
| 5/29/2012 | 1 | 14 | | 4 | 1 | |
| 5/30/2012 | 1 | 14 | | 4 | 0 | |
| 5/31/2012 | 1 | 14 | | 4 | 0 | |

Total

123