KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test: | | | | (S | ee Instructio | ons on Reve | rse Side) | | | | | | |
|--|---------------------------|---|--|------------------------------------|--|--|---|--|----------------------------|---------------------|--------------------------------|-----------------------------|---|
| Оре | n Flow | | | Test Date: | | | | API N | | | | | |
| ✓ Deli | verabilty | | | 6/5/2012 | | | | 15-0 | 79-20679 - | 9000 | | | |
| Company America n | Energ | ies Corporation | | | | Lease Talbot | | | | 1 | -23 | I Num | |
| County Harvey | E/ | Location NWNWSE | | Section 23 | | TWP 23S | | RNG (E/V 2W | /) | | Acı | es Att | ributed |
| Field Wildcat | | | | Reservoir Wabaun: | see | | | | ering Conne n Energies | | | | |
| Completio | n Date | | » | Plug Back 1301 | Total Depth | 1 | ! | Packer Se none | et at | | | | |
| | Casing Size Weight | | Internal Diameter 4 | | | Set at 1290 | | Perfora 1224 | | To 1226 | | | |
| Tubing Siz | ze | Weight 5 | | Internal D | iameter | Set at 1228 | | Perforance none | • | | `o | | |
| Type Com | | (Describe) | | Type Fluid | Production | <u> </u> | | Pump Uni No | t or Traveling | | Yes / | | |
| • | | Annulus / Tubing) | | % C 0.167 | arbon Dioxio | de | | % Nitroge 42.588 | | (| 3as Grav 0.775 | | |
| Vertical D | epth(H) | | | | Press Flanç | sure Taps ge | | | | • | Meter Ru 2" | n) (Pro | ver) Size |
| Pressure | Buildup: | Shut in 6/5 | | | 0:30 am | | Taken 6/6 | 6 | 20 | 12 at 1 | 1:45an | <u>1</u> _(/ | M) (PM) |
| Well on L | | Started 6/6 | 20 | 12 at 1 | 1:45am | (AM) (PM) | Taken | | 20 | at | | (/ | M) (PM) |
| | | · · · · · · · · · · · · · · · · · · · | | | OBSERVE | D SURFACE | DATA | | | Duration of | of Shut-in | 24 | Hours |
| Static / Orifi Dynamic Siz Property (inch | | Prover Pressure | e in | Flowing Temperature t | mperature Temperature | | ressure or (P _c) | Tubing Weilhead Pressure (P _w) or (P _t) or (P _c) psig psia | | Duration (Hours) | | Liquid Produced (Baπeis) | |
| Shut-In | | psig (Pm) | Inches H ₂ 0 | <u> </u> | | _psig | 425 | porg | 410 | 24 | | | |
| Flow | | | | | | | | | | | | | |
| | | | | | FLOW STF | REAM ATTR | BUTES_ | | <u> </u> | | | | Flowing |
| Coeffied (F _b) (F | clent = _p) | Citale one: Meter or Prover Pressure psia | Press Extension P _m x h | Extension Fac | | Flowing Temperature Factor F ₁₁ | erature Fa | | Metered Flo R (Mcfd) | | GOR (Cubic Feet/ Barrel) | | Fluid Gravity G _m |
| Mete | + | | | | | | - | | 40 | | | | |
| | | | <u>.</u> | (OPEN FL | .OW) (DELIV | /ERABILITY |) CALCUI | "ATIONS | | | (P _a) ² | = 0.2 | 07 |
| (P _c) ² = | | _: (P _w) ² = | : | P _d = | · | % (| P _c - 14.4) + | + 14.4 = _ | <u></u> : | - | (P _d) ² | = | |
| (P _c) ² - or (P _c) ² - | | (P _c) ² - (P _w) ² | Choose formula 1 or 2 1. P _c ² - P _s ² 2. P _c ² - P _c ² divided by: P _c ² - P _s ² | LOG of formula 1. or 2. and divide | P _c ² -P _w ² | Slo As | essure Curve pe = "n" - or ssigned tard Slope | ی ما | roe | Anti | log | Del Equals | en Flow iverability R x Antilog (Mcfd) |
| | | | awaea by: For Fw | | | | ····· | | | | | | |
| | | | | | | | 40 | | <u></u> - | Mcfd @ | 14 65 nei | | |
| Open Fl | | | Mcfd @ 14 | | - | Delivera | | | - | | | | 1-16 |
| | | igned authority, or | | | | | | to make to day of <u>j</u> | the above rep une | oort and th | at he ha | s knov , | 20 12 |
| the facts | stated t | herein, and that sa | aio report is tru | | RECE | EIVED | 1) | a~ | my / |) mei | <u>V</u> é | <u>-</u> | |
| | | Witness (| if any) | IVENO | | | | | | or Company | | | |
| | | For Comm | nissian | | APR 1 | 7 2013 | | | | hecked by | | | |

CONSERVATION DIVISION WICHITA, KS

| exempt s and that correct to of equipr I her | clare under penalty of perjury under the laws of the state of Kansas that I am authorized to request status under Rule K.A.R. 82-3-304 on behalf of the operator American Energies corp. The foregoing pressure information and statements contained on this application form are true and to the best of my knowledge and belief based upon available production summaries and lease records ment installation and/or upon type of completion or upon use being made of the gas well herein named. Teby request a one-year exemption from open flow testing for the Talbot 1-23 on the grounds that said well: |
|--|--|
| | 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 where agree to supply to the best of my ability any and all supporting documents deemed by Commission necessary to corroborate this claim for exemption from testing. |
| Date: _6 | 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 KANSAS CORPORATION COMMISSION and dated on the front side as though it was a verified report of annual test results.

APR 1 7 2013

RECEIVED