KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test: | | (- | See Instruct | ions on Rev | erse Side | •) | | | | |
|---|---|--|---|---|--------------------------------------|--------------------------|----------------------|---|----------------------------------|---|
| Open Flow | | Test Date | | | | 401 | No. 15 | | | |
| ✓ Deliverability | | | 29th, 201 | 3 | | | 190. 15 332156200 | 00 | | |
| Company Castelli Exploration, Inc | | - | | Lease Gregg | | | | #4 | Well N | umber |
| County Loc | unty Location | | Section 19 | | TWP 33\$ | | RNG (E/W) 16W | | Acres Attributed | |
| Field Shimer | | Reservoir Mississ | | | | Gas Gatt Oneok | nering Conn | ection | | · |
| Completion Date 19/10/09 | | Plug Back Total Depth 5100 | | th | | Packer S | et at | . , , , , , , , , , , , , , , , , , , , | _ | |
| Casing Size Weight I.5 10.5# | | Internal Diameter | | Set at 5147' | | Perforations 5030 | | To 500 | то 5062 | |
| Tubing Size Wei 2 3/8" | bing Size Weight | | Internal Diameter | | Set at 5013' | | Perforations | | То | |
| Type Completion (Describe) Single Zone Gas Perfora | tions | Type Fluid | d Production | | | Pump Un Pumpii | it or Traveling | Plunger? ' | Yes / No | |
| Producing Thru (Annulus / Tub | | % C | arbon Dioxi | de | | % Nitroge | | Gas | Gravity - | G, |
| Annulus | | | | | | | | | | |
| Vertical Depth(H) | | | Press | sure Taps | | | | (Me | ter Run) (F | Prover) Size |
| Pressure Buildup: Shut in Ja | naury 28 ₂₀ | 13 at 8: | 00 | (AM) (PM) | Taken_Ja | nuary 2 | 9 20 | 13 _{at} 8:0 | 0 | (AM) (PM) |
| Well on Line: Started | 20 |) at | | (AM) (PM) | Taken | | 20 | at | - | (AM) (PM) |
| | | | OBSERVE | D SURFACE | DATA | | | Duration of S | hut-in | Hours |
| Static / Orifice Meter Dynamic Size Prover Pres | Differential | Flowing Temperature | Well Head Temperature | ture Wellhead Pressure Wellhead Pressure Duration Liquid Produced | | id Produced (Barrels) | | | | |
| Property (inches) psig (Pro | | t t | | | | psig | , W. , I. , C. | | (5011515) | |
| Shut-In | | i | | 896 | 910.4 | ! | | | | |
| Flow | | | | | | , | | | | |
| | · · · · · · · · · · · · · · · · · · · | | FLOW STR | EAM ATTRI | BUTES | | _ | | 72 | |
| $ \begin{array}{c c} \text{Plate} & \text{Circle one:} \\ \text{Coefficeient} & \text{Meter or} \\ (F_b) (F_\rho) & \text{Prover Pressure} \\ \text{Mcfd} & \text{psia} \end{array} $ | Press Extension | Grav Fact F ₀ | or T | Flowing emperature Factor F _{rt} | titure Factor R (Cubic Feet/ Gravity | | Gravity | | | |
| | | | | | | | | | | |
| $(P_c)^2 = $: $(P_w)^2$ | | • | | ERABILITY) | | | | | $(P_a)^2 = 0.2$ | 207 |
| | Choose formula 1 or 2: | P _d = . | <u></u> | ī | sure Curve | 14.4 = | | | (P _d) ² = | |
| $(P_c)^2 - (P_u)^2$ $(P_c)^2 - (P_u)^2$ or $(P_c)^2 - (P_d)^2$ | 1. P _c ² - P _s ² 2. P _c ² - P _c ² divided by: P _c ² - P _w ² | LOG of formula 1, or 2, and divide by: | P _c ² · P _w ² | Slope Assi | = "n" or gned rd Slope | n x i | og | Antilog | De | pen Flow liverability s R x Antilog (Mcfd) |
| | | | | | | | | | | |
| Open Flow | Mcfd @ 14.6 | 5 psia | | Deliverabil | ity | | | Mcfd @ 14.65 | i psia | |
| The undersigned authority, | on behalf of the (| Company e | tates that he | e is duly ant | horized to | make the | above reno | rt and that he | hae know | vledge of |
| the facts stated therein, and that | | | | | | day of Ju | | | | • |
| | , | | | | | | \ / | | , | |
| Witness | (if any) | KCC | WICH | IITA - | N | <u> </u> | / Com | ompany | | <u>_</u> |
| For Con | mission | JAN | 0 2 201 | 4 - | | | Chec | ked by | | |

RECEIVED

| | eclare under penalty of perjury under the laws of the state of Kansas that I am authorized to request | | | | | | |
|---------|--|--|--|--|--|--|--|
| | t status under Rule K.A.R. 82-3-304 on behalf of the operator Castelli Exploration, Inc | | | | | | |
| | at the foregoing pressure information and statements contained on this application form are true and | | | | | | |
| correc | to the best of my knowledge and belief based upon available production summaries and lease records | | | | | | |
| - | pment installation and/or upon type of completion or upon use being made of the gas well herein named. | | | | | | |
| ۱h | ereby request a one-year exemption from open flow testing for the Gregg #4-19 | | | | | | |
| gas we | ell 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 fu | irther agree to supply to the best of my ability any and all supporting documents deemed by Commissio | | | | | | |
| staff a | s necessary to corroborate this claim for exemption from testing. | | | | | | |
| | | | | | | | |
| Date: | July 26th, 2013 | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | Signature: | | | | | | |
| | Title: President | | | | | | |
| | | | | | | | |

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.

CC WICHITA JAN 02 2014 PEGEWER