KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| = : | en Flow | | | | Test Date | | tions on Rev | erse Side | • | No. 15 | | | |
|-------------------------------------------------------------|--------------|-----------------|-----------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|------------------------|-----------------------------------------------------------------------|-------------------------------|--------------------------------------------------------------------------------------|----------------------------------|--------------------------------|-------------------------------------------------------------|--|
| ✓ Deliverabilty | | | | | March 23, 2014 | | | | | 3321585000 | 00 | | |
| Company Castelli Exploration, Inc. | | | | | Lease Gregg | | | | | | v #2-18 | Well Number #2-18 | |
| County Location Comanche SW NE SW SW | | | | Section 18 | | TWP 33S | | | W) | ļ. | Acres Attributed | | |
| Field Shimer | | | Reservoir Mississ | | | Gas Gathering Oneok | | | ection | | | | |
| Completion Date 06/22/11 | | | | | Plug Bacl 5177' | k Total Dep | oth | | Packer Set at | | | | |
| Casing Size 5.5 | | | Weight 15.5# | | Internal Diameter | | Set at 5226' | | Perforations 5034 | | To 5065 | | |
| Tubing Size Weig 2 7/8" | | | Weight | Internal Diamete | | | Set at 5011 | | Perfo | rations | То | То | |
| Type Completion (Describe) Single Zone Gas Perforations | | | | Type Flui | d Productio twater | n | • | Pump Unit or Tr Pumping Ur | | aveling Plunger? Yes / No nit | | | |
| Producing Thru (Annulus / Tubing) | | | | % Carbon Dioxide | | | % Nitrogen | | | Gas Gravity - G _g | | | |
| Annulus | | | | | | | | | | | | | |
| Vertical D | epth(H |) | | | | Pres | ssure Taps | | | | (Meter F | Run) (Prover) Size | |
| Pressure | Buildup | o: SI | hut in <u>Mar</u> | ch 23 2 | 0 14 at 8 | :00 | . (AM) (PM) | Taken_M | arch 24 | 20 | 14 at 8:00 | (AM) (PM) | |
| Well on L | ine: | St | arted | 20 |) at | | . (AM) (PM) | Taken | | 20 | at | (AM) (PM) | |
| | | | • | | | OBSERVE | ED SURFACE | DATA | | | Duration of Shut-i | nHours | |
| Static / Dynamic Property | Dynamic Size | | Circle one: Meter Prover Pressur psig (Pm) | Pressure Differential in Inches H ₂ 0 | Flowing Well Head Temperature t t | | (P _w) or (P ₁) or (P ₆) | | Tubing Wellhead Pressure (P _w) or (P ₁) or (P _o) | | Duration (Hours) | Liquid Produced (Barrels) | |
| Shut-in | | | perg (*) | menos rigo | | | 875 | psla 889.4 | psig | psia | | | |
| Flow | | | | | | | | | | | | | |
| | | | | | | FLOW STI | REAM ATTR | IBUTES | | | - | , , | |
| Plate Coefficcient (F _b) (F _p) Mcfd | | Prover Pressure | | Press Extension ✓ P _m x h | Gravity Factor F _g | | Temperature Fa | | riation Metered Flow actor R = (Mcfd) | | (Cubic Fed Barrel) | Flowing Fluid Gravity G _m | |
| | | | | | | | · · · - | | | | | | |
| (D)2~ | | | /D \2_ | | • | | VERABILITY) | | | | | = 0.207 | |
| (P _c) ² = | | <u>-'</u> | | hoose formula 1 or 2. | P _d = | | | C - 14.4) + | | · | (P _d) ² | | |
| $(P_c)^2 - (P_g)^2$ or $(P_c)^2 - (P_d)^2$ | | | | 1. P _c ² - P _a ² 2. P _c ² - P _d ² ivided by: P _c ² - P _a ² | LOG of formula 1. or 2. and divide P2-P by: | | Backpressure Curve Stope = "n" or Assigned Standard Stope | | n x LOG | | Antilog | Open Flow Deliverability Equals R x Antilog (Mcfd) | |
| | | | | | | | | | | | | | |
| Open Flo | | | | Mcfd @ 14. | es pais | | Deliverab | | <u> </u> | | Maid @ 14 SE poi | • | |
| | | | | | • | | | | | | Mcfd @ 14.65 psi | | |
| | | | | behalf of the d report is true | | | | | | ne above repo lovember | rt and that he ha | s knowledge of, 20 _14 | |
| | | | | | | Received PORATION C | | | The C | | | | |
| • | | | Witness (if | any) | | | | | | For | Company | | |
| | | | For Commi | ssion | ——DE | C_3_1_2 | U14 - | <u> </u> | <u> </u> | Che | cked by | <u>.</u> | |

| 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, 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 Gregg #2-18 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: November 24, 2014 |
| Received KANSAS CORPORATION COMMISSION DEC 3 1 2014 CONSERVATION DIVISION WICHITA, KS Signature: President 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.