## KANSAS CORPORATION COMMISSION ONE POINT STABILIZED OPEN FLOW OR DELIVERABILITY TEST

| Type Test  | t:   |                       |  |   | (  | See Instruc  | ctions on Re  | verse Side                           | )                             |                             |                                |  |   |  |
|--|--|-----------------------|--|---|--|--|---|--------------------------------------|-------------------------------|-----------------------------|--------------------------------|--|---|--|
| Op   | en Flo   | Test Date: API No. 15 |  |   |  |  |   |                                      |                               |                             |                                |  |   |  |
| Deliverabilty  |  |                       |  | July 28, 2015   |  |  | 15033211600000  |                                      |                               |                             |                                |  |   |  |
| Company  |  | ora                   | tion, Inc.   |   |  |  | Lease<br>Merrili  | Ranch                                |                               |                             | ,<br>#1-21                     | Well Num   | ber   |  |
| County<br>Comanche   |  |                       | Location SW NE   | Section<br>21   |  | TWP<br>33S   |   |                                      | W)                            | ,                           | Acres Attributed               |  |   |  |
| Field<br>Ham   |  |                       |  |   | Reservoir<br>Mississippi                           |  | -   | Gas G<br>One                         |                               | hering Conne                | ection                         | City   | C VIED  |  |
| Completic<br>04/08/0   |  | е                     |  |   | Plug Bac<br>4990'                                  | k Total Dep  | oth   |                                      | Packer S                      | et at                       | · <del></del>                  | <del></del>  |   |  |
| Casing S<br>4 1/2"   |  |                       | Weight<br>10.5#  | Internal Diameter   |  | Set at<br>5030'  |   | Perforations<br>4973'-81'            |                               | то<br>4952'-56              |                                | JEIVED   |   |  |
| Tubing Size<br>2 3/8"  |  | Weight                |  | <del>" , ,</del>  | Internal Diameter                                  |  | Set at<br>4975'   |                                      | Perforations                  |                             | То                             |  |   |  |
| Type Con<br>Single 2   |  |                       | escribe)<br>s Perforatio                                       | ns  | Type Flui<br>Saltwa                                | id Production  | on  |                                      | Pump Ur<br>Pumpi              |                             | Plunger? Yes                   | / No   |   |  |
|  | _  | (Anı                  | nulus / Tubing   | )   | % C  | % Carbon Dioxide   |   |                                      | % Nitrog                      | en                          | Gas Gra                        | Gas Gravity - G <sub>g</sub>                       |   |  |
| Annulus  |  | n                     |  |   |  | Dur  |   |                                      |                               |                             | /8.4_1 [                       | 3\ /D  |   |  |
| Vertical E   | -pmqəc   | 1)                    |  |   |  | Pres   | ssure Taps  |                                      |                               |                             | (Meter F                       | lun) (Pro  | ver) Size                                       |  |
| Pressure   | Buildu   | <b>p</b> :            | Shut in July   | 28 2  | 0 15 at 8  | :00  | _ (AM) (PM)   | Taken_Ju                             | ıly 29                        | 20                          | 15 at 8:00                     | (A   | M) (PM)   |  |
| Well on L  | .ine:  |                       | Started  | 2   | 0 at   |  | _ (AM) (PM)   | Taken                                |                               | 20                          | at                             | (A   | M) (PM)   |  |
|  |  |                       |  |   |  | OBSERV   | ED SURFAC   | E DATA                               |                               |                             | Duration of Shut-              | in   | Hours   |  |
| Static / Original Origina Original Original Origina Origina Origina Origina |  | ) Prover Press        |  | Pressure<br>Differential  | Flowing  | Well Head  | Mollhood  | Casing<br>Wellhead Pressure          |                               | ubing<br>ad Pressure        | Duration                       | Liquid Produced                                    |   |  |
|  |  |                       |  |   | Temperature<br>t                                   | Temperature<br>t   | (P <sub>w</sub> ) or (P <sub>t</sub> ) or (P <sub>c</sub> ) |                                      | $(P_w)$ or $(P_t)$ or $(P_e)$ |                             | (Hours)                        | (Barrels)  |   |  |
| Shut-In  |  |                       | point (1 my  | thones Ti <sub>2</sub> o  |  |  | psig<br>830   | 944.4                                | psig                          | psia                        |                                |  |   |  |
| Flow   |  | _                     |  |   |  |  |   | <br>                                 |                               |                             |                                |  |   |  |
|  | <del></del> 1  |                       |  |   |  | FLOW ST  | REAM ATTR   | IBUTES                               |                               |                             |                                |  |   |  |
| Coeffied<br>(F <sub>b</sub> ) (F   | Plate<br>Coeffiecient<br>(F <sub>b</sub> ) (F <sub>p</sub> )<br>Mcfd |                       | Circle one:<br>Meter or<br>over Pressure<br>psia               | Press<br>Extension<br>P <sub>m</sub> xh   | Gra<br>Fac<br>F                                    | tor  | Flowing<br>Temperature<br>Factor<br>F <sub>ft</sub>         |                                      | iation<br>letor<br>-<br>pv    | Metered Flow<br>R<br>(Mcfd) | GOR<br>(Cubic Fe<br>Barrel)    | et/  | Flowing<br>Fluid<br>Gravity<br>G <sub>m</sub>   |  |
|  |  |                       |  |   |  |  |   |                                      |                               |                             |                                |  |   |  |
| (P <sub>c</sub> ) <sup>2</sup> =   |  |                       | /D \2  | :   | •  |  | VERABILITY<br>% (f  | ) CALCUL<br><sup>2</sup> , - 14.4) + |                               |                             | (P <sub>a</sub> ) <sup>(</sup> | ² = 0.20°  | 7   |  |
|  |  | =:-                   |  | hoose formula 1 or 2  | P <sub>d</sub> =                                   |  |   | ssure Curve                          |                               | <br>                        | (1 d)                          | 1  |   |  |
| $(P_c)^2 - (P_a)^2$<br>or<br>$(P_c)^2 - (P_d)^2$   |  | (F                    | P <sub>o</sub> ) <sup>2</sup> - (P <sub>w</sub> ) <sup>2</sup> | <ol> <li>P<sub>c</sub><sup>2</sup> - P<sub>a</sub><sup>2</sup></li> <li>P<sub>c</sub><sup>2</sup> - P<sub>d</sub><sup>2</sup></li> <li>Wided by: P<sub>c</sub><sup>2</sup> - P<sub>d</sub><sup>2</sup></li> </ol> | LOG of<br>formula<br>1. or 2.<br>and divide<br>by: | P <sub>c</sub> <sup>2</sup> -P <sub>w</sub> <sup>2</sup> | Slope = "n" or Assigned Standard Slope                      |                                      | n v i                         | rog                         | Antilog                        | Open Flow Deliverability Equals R x Antilog (Mcfd) |   |  |
|  |  |                       |  |   |  |  |   |                                      |                               |                             |                                |  |   |  |
|  |  |                       |  |   |  |  |   |                                      | ,                             |                             |                                |  |   |  |
| Open Flow  |  |                       | Mcfd @ 14.65 psia Deliver                                      |   |  |  |   | ability Mcfd @ 14.65 psia            |                               |                             |                                |  |   |  |
|  |  | •                     | •  |   | • •  |  | •   |                                      |                               | •                           | rt and that he ha              |  | -   |  |
| the facts s  | stated t   | here                  | in, and that sa  | id report is tru  | e and correc                                       | ct. Execute  | d this the 2  | 181                                  | day of                        | arruary                     |                                | , 20   | o <u>16                                    </u> |  |
|  |  |                       | Witness (if  | any)  |  |  | -   | 16                                   | ha ()                         | Yuri-                       | Company                        |  |   |  |
|  |  |                       | For Commi  | ssion   |  | ·  | -   |                                      |                               | Chec                        | cked by                        |  |   |  |

| 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 Merrill Ranch #1-21  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 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: January 21, 2016   |
| Signature: Thu Cair  |
| 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.