DATE: 9/16/13

API #: 47-087-04717

State of West Virginia Department of Environmental Protection Office of Oil and Gas

Well Operator's Report of Well Work

Farm name:Kelly Family Revocable	Ope	rator Well No.:	HR 434_		
LOCATION: Elevation:751	Quadrangle:		_Peniel WV 7.5'		
District Curtis	Country	Door			
District:Curtis	County or 50 N	Tin OO Sec			
Longitude_3054'Feet West of81	Deg. 27 Mi	n. 30 Sec	/• }.		
		50500	•		
Company:Hard Rock Exploration		-			
	Casing &	Used in	Left in well	Cement fill	
Address: 1244 Martins Branch Road	Tubing	drilling	 	up Cu. Ft.	
Charleston WV, 25312	 	 		 	
Agent: Marc Scholl	13 3/8"	30'	30 '	N/A	
Inspector: Ed Gainer	9 5/8"	683'	683'	348 ft3 CTS	
Date Permit Issued: 6/19/12	7"	2455'	2455'	564ft3 CTS	
Date Well Work Commenced: 3/14/13	4.5"	6956'	6956'	120 ft3	
Date Well Work Completed: 8/19/13		0,00	1 0,500	12010	
Verbal Plugging:				L	
Date Permission granted on:	Gamma Log	from (3700' - 4	660' MD)		
Rotary x Cable Rig			- Surface) - KOP	3705'	
Total Depth (feet): 7051'TMD, 4317'TVD			1	<u> </u>	
Fresh Water Depth (ft.): 80'					
		T	REGE	IVED	
Salt Water Depth (ft.): 825', 1730'				Dil & Gas	
			Sino. Of	<u> </u>	
Is coal being mined in area (N/Y)? N			CED 9	4 2013	
Coal Depths (ft.):N/A			JEF &	4	
OPEN FLOW DATA			WV Depa	riment of	
		⊏∽	viranmant	al Drotoction	
Producing formationLower Huron_Shale_Pay zone depth (ft) Environmental Protection 4136'TVD - 4317' TVD					
Gas: Initial open flow_ Odor MCF/d Oil:	Initial open fl	ow Rh	130 I VD — 43 1/a	11/ 14D	
Final open flow 1.2 MMCE/d Fi	nal open flow	.OWBD	1/4		
Final open flow 1.2 MMCF/d Final open flow Bbl/d Time of open flow between initial and final tests 72 Hours					
Time of open flow between initial and final tests 72 Hours Static rock Pressure psig (surface pressure) after Hours					
paig (surface	c pressure) ar	ieinou	rs		
Second producing formation	Dozz wan	ne depth (ft)			
	Initial open fl		Bbl/d		
•	inal open flow	r			
Time of open flow between initial and	mai open now	,B	bl/d		
Static rock Pressure psig (surface		Hour			
btatic rock rressurepsig (surface	e pressure) an	terHo	urs		
NOTE: ON BACK OF THIS FORM PUT THE 1	FOLLOWING.	1) DETAILS	ስድ ውድወድ ለሚተ	3D	
INTERVALS, FRACTURING OR STIMULATIN	IG. PHYSICAL	CHANGE E	TC 2) THE WE	עני זו	
LOG WHICH IS A SYSTEMATIC DETAILED	GEOLOGICAI	RECORD OF	ALL FORMAT	IONS	
INCLUDING COAL ENCOUNTERED BY THE	WELLBORE.			,	
Signed: Ames Total					
By: President					
Date: <u>(9/16/2013</u>					

Formation:	Top:	Bottom:	
Soil/Sand/Shale	0	1588	
Salt Sand	1588	1838	
Big Lime	1838	1942	
Big Injun	1942	2000	
Shale	2000	2363	
Coffee Shale	2363	2378	
Devonian Shale	2378	4317	
Lower Huron Section	4158	4317	

All depths shown As TVD

04/20/13 Start running casing at 7:45am. Run total of 154 jts of R-3 4.5" 11.6ppf casing with 12 stg Packers Plus system to depth of 6956' KB.

04/25/13 RU N2 and start pumping after pressure test at 3500 scf/min and walk up to 10k scf/min and then to 15k scf/min. Reached a max pressure of approx. 2600 psi before leveling off at high rate – backside rate shut off after reaching approx 2100-2200 psi. Shut down after pumping approx. 180-190k scf N2

05/21/13 MIRU Nabors cmt crew. Start pumping 4-5 bbls cmt on 4.5" annulus followed with .25bbl water and wait for approx. 1 hr for cmt to develop some strength. Continue pumping cmt (8 bbl @ 15.2 ppg, 8 bbl @ 15.2 ppg, 5 bbl @ 15.2 ppg, 3 bbl water). Shut well in.

NOTE: THERE ARE NO PERFORATED INTERVALS IN THIS STYLE OF COMPLETION. THE PACKERS WILL SERVE AS STAGE ISOLATION AND THE BALL ACTIVATED MECHANICAL SLEEVES SERVE AS THE MEANS OF COMMUNICATION FROM WELLBORE TO FORMATION. ALL DEPTHS ARE INDICATED BELOW.

Stage	Sleeve	Sleeve ID	Ball Size	Packer
1	6956.00	Shoe	N/A	6810.54
2	6719.50	2.000	2.125	6578.70
3	643.56	2.125	2.250	6347.06
4	6212.02	2.250	2.375	6115.42
5	6024.38	2.375	2.500	5883.58
6	5748.54	2.500	2.625	5607.84
7	5472.60	2.625	2.750	5376.00
8	5240.76	2.750	2.875	5144.26
9	5009.22	2.875	3.000	4912.62
10	4777.58	3.000	3.250	4680.98
11	4545.84	3.250	3.500	4449.24
12	4314.00	3.500	3.750	4217.40
Anchor		_		2928.00

08/16/13 MIRU Nabors frac crew. Pressure test lines, 630 psi wellhead pressure. Start pumping at 30k scf/min on Stg 1 and up rate to 50k scf/min, and pump total of 450k scf N2. Back rate down and drop 2.125" ball for Stg 2. Pump ball to sleeve with N2 at 20k scf. Land ball at 130k scf. Continue pumping and open sleeve at 3566 psi. Up rate and pump total of 1MM scf N2. Back rate down and drop 2.25" ball for Stg 3. Pump ball to sleeve with N2 at 22k scf/min, land ball at 145k scf, and open sleeve at 3612 psi (immediately after landing ball sleeve opened). Up rate and pump total of 1MM scf N2. Shut down and load balls. Drop 2.375"ball for Stg 4. Start pumping ball to sleeve with N2 at 20k scf/min. Land ball and open sleeve at 3552 psi. Up rate and pump total of 1MM scf N2. Repeat process for Stages 5 – 12.

	Stage 1	Stage 2	Stage 3	Stage 4	Stage 5	Stage 6
Max P		5720	5771	5673	5734	5475
Avg P		5565	5304	5012	5343	5192
Max R		101.0	103.0	104.0	102.0	105.0
Avg R		83.3	100.0	101.0	99.0	101.0
Shut In			2194-5min			2064-5min
	Stage 7	Stage 8	Stage 9	Stage 10	Stage 11	Stage 12
Max P	4977	5191	5711	5787	5638	3941
Avg P	4873	4410	5674	5748	5580	3772
Max R	108.0	103.0	94.0	82.0	102.0	104.0
Avg R	107.0	89.0	90.6	81.0	98.0	102.0
Shut In			2346-5min	2336-5min		1876-5min