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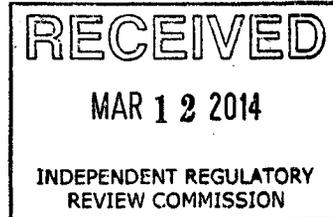
KASTLE RESOURCES ENTERPRISES, INC.

"Natural Gas and Oil Producers"



February 7, 2014

Re: Chapter 78



Gentlemen:

We are a small producer in northwestern Pennsylvania that drills 8 to 10 conventional vertical wells per year. We have approximately 15 employees. We contribute to the Pennsylvania economy via payroll, royalties to landowners, taxes, and purchase supplies, materials, etc.

We are not a multi-national company with unlimited funds drilling high-volume shale wells.

Over the last five years we have seen the rules, laws, requirements, and regulations in Pennsylvania grow exponentially. This has driven up our costs of doing business. For instance, a recent quote we received to perform the recently enacted Mechanical Integrity Assessment on our wells would cost approximately \$63,000.00, covering the first year only. When you add this to other previously enacted laws, rules, and regulations, the cost is substantial.

We now hear a new bill is in the works that will impose further costs and regulations on us.

Many of these new requirements initially appeared to be directly related to the Shale drilling; however, we have also been caught up in the dragnet.

We are attempting to supply the State of Pennsylvania and the country with a valuable and necessary commodity, not different than a farmer. However, it sometimes feels like we are a target for elimination by the uninformed public and some legislators.

We are requesting you take a common sense approach, not a one-size-fits-all, in balancing public safety concerns with ours and other companies' attempt to provide jobs and helping to feed, cloth, and support our families and those of our employees in northwestern Pennsylvania.

Thank you,

Kastle Resources Enterprises, Inc.


Steve Fleischer

SF:mfm

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