

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources

Form C-104  
Reformatted July 20, 2001

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

AMENDED REPORT

**I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT**

|   |   |   |
|---|---|---|
| <sup>1</sup> Operator name and Address<br>Yale E. Key, Inc. dba Key Energy Services, Inc. |   | <sup>2</sup> OGRID Number 19797   |
|   |   | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skim Oil 7/10/2010 197 bbls |
| <sup>4</sup> API Number<br>30 - 025-10500   | <sup>5</sup> Pool Name<br>SWD San Andres        | <sup>6</sup> Pool Code<br>96121   |
| <sup>7</sup> Property Code<br>28410   | <sup>8</sup> Property Name<br>Christmas SWD-606 | <sup>9</sup> Well Number<br>3   |

**II. <sup>10</sup> Surface Location**

| Ul or lot no. | Section | Township | Range | Lot.Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| B             | 28      | 22S      | 37E   |         | 330 ft.       | North            | 2310          | East           | Lea    |

**<sup>11</sup> Bottom Hole Location**

| UL or lot no.          | Section                             | Township                          | Range                             | Lot Idn                            | Feet from the                       | North/South line | Feet from the | East/West line | County |
|------------------------|-------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
|                        |                                     |                                   |                                   |                                    |                                     |                  |               |                |        |
| <sup>12</sup> Lse Code | <sup>13</sup> Producing Method Code | <sup>14</sup> Gas Connection Date | <sup>15</sup> C-129 Permit Number | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |                  |               |                |        |

**III. Oil and Gas Transporters**

| <sup>18</sup> Transporter OGRID | <sup>19</sup> Transporter Name and Address                                      | <sup>20</sup> POD | <sup>21</sup> O/G | <sup>22</sup> POD ULSTR Location and Description |
|---------------------------------|---|-------------------|-------------------|--|
| 215019                          | BLACK HAWK GATHERING, LLC<br>P.O. BOX 10815<br>MIDLAND TX 79702<br>432-631-2260 | 2816488           |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |

**IV. Produced Water**

|                   |  |
|-------------------|--|
| <sup>23</sup> POD | <sup>24</sup> POD ULSTR Location and Description |
|-------------------|--|

**V. Well Completion Data**

| <sup>25</sup> Spud Date | <sup>26</sup> Ready Date           | <sup>27</sup> TD        | <sup>28</sup> PBTD         | <sup>29</sup> Perforations | <sup>30</sup> DHC, MC |
|-------------------------|------------------------------------|-------------------------|----------------------------|----------------------------|-----------------------|
|                         |                                    |                         |                            |                            |                       |
| <sup>31</sup> Hole Size | <sup>32</sup> Casing & Tubing Size | <sup>33</sup> Depth Set | <sup>34</sup> Sacks Cement |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |

**VI. Well Test Data**

| <sup>35</sup> Date New Oil | <sup>36</sup> Gas Delivery Date | <sup>37</sup> Test Date | <sup>38</sup> Test Length | <sup>39</sup> Tbg. Pressure | <sup>40</sup> Csg. Pressure |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
|                            |                                 |                         |                           |                             |                             |
| <sup>41</sup> Choke Size   | <sup>42</sup> Oil               | <sup>43</sup> Water     | <sup>44</sup> Gas         | <sup>45</sup> AOF           | <sup>46</sup> Test Method   |
|                            |                                 |                         |                           |                             |                             |

|   |                                   |
|---|-----------------------------------|
| <sup>47</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.<br>Signature: <i>Rhonda Paschal</i><br>Printed name: RHONDA PASCHAL<br>Title: Clerk<br>Date: 07/10/2010<br>Phone: (575) 394-2586 | OIL CONSERVATION DIVISION         |
|   | Approved by: <i>[Signature]</i>   |
|   | Title: <b>PETROLEUM ENGINEER</b>  |
|   | Approval Date: <b>JUL 16 2010</b> |

*[Handwritten initials]*

# BLACK HAWK GATHERING, LLC

P.O. Box 10815  
 Midland, TX 79702  
 (432) 631-2260

This ticket covers all claims for allowance

The Oil represented by this ticket was received & run as property of Black Hawk Gathering, LLC.

STORAGE Hobbs RUN TICKET NO. 101410  
 DATE 7/10/2010 UNIT NO. 960-362

|  |
|--|
| OPERATOR<br><u>Key Energy Services</u> |
| LEASE NAME<br><u>Christmas 500D</u>    |

|           |           |           |           |            |
|-----------|-----------|-----------|-----------|------------|
| LEASE NO. | 1ST GAUGE | FEET      | INCHES    | B.BLS.     |
|           |           | <u>14</u> | <u>8</u>  | <u>0/4</u> |
| TANK NO   | 2ND GAUGE |           |           | B.BLS.     |
| <u>1</u>  |           | <u>4</u>  | <u>10</u> | <u>0/4</u> |

PLEASE COMPLETE ALL BLANKS

|                  |             |        |            |                |            |
|------------------|-------------|--------|------------|----------------|------------|
| THIEVING FEET    | INCHES      | B.S.   | FREE WATER | TOTAL B.S. & W | FACTOR     |
|                  |             |        |            | <u>1.0</u>     | <u>10%</u> |
| TANK SIZE        | TANK HEIGHT |        |            |                | NET        |
| <u>400</u>       | <u>20</u>   |        |            |                |            |
| OBSERVED GRAVITY | TEMP.       |        |            | TRUE           | PRICE      |
| <u>43.6</u>      | <u>96°</u>  |        |            |                |            |
| OFF              | SEAL        | NUMBER | ON         |                | AMOUNT     |
|                  |             |        |            |                |            |

Estimated Barrels

197

REJECT \_\_\_\_\_ REMARKS \_\_\_\_\_

- SHORT LOAD
  - EXCESS BOTTOM
  - HIGH BS & W
  - FLAMMABLE LIQUID
  - PETROLEUM CRUDE OIL, 3, UN1267, PGII
  - EMERGENCY #1-432-631-2260
- TANK NO. \_\_\_\_\_
- TOP GAUGE \_\_\_\_\_
- BOTTOM GAUGE \_\_\_\_\_

*Thanks*

|          |                  |
|----------|------------------|
| TIME ON  | GAUGER           |
| TIME OFF | GAUGER WITNESS   |
|          | <u>Tim Byrum</u> |