

District I  
1625 N. French Dr., Hobbs, NM 88241  
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.<br>P.O. Box 2040<br>Hobbs, NM 88241 |                                           | <sup>2</sup> OGRID Number 19797                                                          |
| <sup>4</sup> API Number<br>30 - 025-04861                                                                                     |                                           | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skin Oil 06/10/2011 172 bbls |
| <sup>5</sup> Pool Name<br>SWD Seven Rivers Queen                                                                              | <sup>6</sup> Pool Code<br>96132           | <sup>9</sup> Well Number<br>1                                                            |
| <sup>7</sup> Property Code<br>28844                                                                                           | <sup>8</sup> Property Name<br>Atha -SWD-- |                                                                                          |

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

|                    |               |                 |              |         |                         |                           |                         |                        |               |
|--------------------|---------------|-----------------|--------------|---------|-------------------------|---------------------------|-------------------------|------------------------|---------------|
| UL or lot no.<br>M | Section<br>31 | Township<br>21S | Range<br>36E | Lot.Idn | Feet from the<br>660 FT | North/South Line<br>SOUTH | Feet from the<br>660 FT | East/West line<br>WEST | County<br>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<br>F | <sup>13</sup> Producing Method Code<br>SWD | <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<br>P.O. Box 10815<br>Midland, Tx: 79702<br><br>432-631-2260 | 2809181           | O                 |                                                  |
|                                 |                                                                                  |                   |                   |                                                  |
|                                 |                                                                                  |                   |                   |                                                  |
|                                 |                                                                                  |                   |                   |                                                  |
|                                 |                                                                                  |                   |                   |                                                  |
|                                 |                                                                                  |                   |                   |                                                  |

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> PBTB         | <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: Rhonda Paschal |                                 |                         | OIL CONSERVATION DIVISION   |                             |                             |
| Printed name:<br>RHONDA PASCHAL                                                                                                                                                                                                       |                                 |                         | Approved by: [Signature]    |                             |                             |
| Title:<br>Clerk                                                                                                                                                                                                                       |                                 |                         | Title:<br>STAFF OPER        |                             |                             |
| DATE 06/10/11                                                                                                                                                                                                                         |                                 |                         | Approval Date:<br>6-14-2011 |                             |                             |
| Phone:<br>(505)394-2586                                                                                                                                                                                                               |                                 |                         |                             |                             |                             |

# 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 Toro-Hobbs RUN TICKET NO. 102182

DATE 06-10-11 UNIT NO. TK 960 TRL 392

|            |                   |
|------------|-------------------|
| OPERATOR   | <u>KEY ENERGY</u> |
| LEASE NAME | <u>ATHA SWD</u>   |

| LEASE NO. | 1ST GAUGE | FEET     | INCHES    | BBLS.           |
|-----------|-----------|----------|-----------|-----------------|
|           |           | <u>6</u> | <u>10</u> | <u>1</u> 215 85 |
| TANK NO.  | 2ND GAUGE | FEET     | INCHES    | BBLS.           |
| <u>1</u>  |           | <u>1</u> | <u>4</u>  | <u>2</u> 42 90  |

PLEASE COMPLETE ALL BLANKS

|                  |             |               |            |                |               |
|------------------|-------------|---------------|------------|----------------|---------------|
| THIEVING         |             | B.S.          | FREE WATER | TOTAL B.S. & W | GROSS         |
| FEET             | INCHES      | <u>10 7/8</u> | <u>0</u>   | <u>0.1</u>     | <u>172.95</u> |
| TANK SIZE        | TANK HEIGHT |               |            |                | FACTOR        |
| <u>250</u>       | <u>8</u>    |               |            |                | 10%           |
| OBSERVED GRAVITY | TEMP        | TRUE          |            |                | NET           |
| <u>47</u>        | <u>95</u>   |               |            |                | PRICE         |
| OFF              | SEAL        | NUMBER        | ON         | AMOUNT         |               |

Estimated Barrels

172.95

REJECT

- ☐ SHORT LOAD  
☐ EXCESS BOTTOM  
☐ HIGH BS & W

2.60 BLS/IN.

TANK NO. \_\_\_\_\_

REMARKS

FLAMMABLE LIQUID  
PETROLEUM CRUDE OIL, 3, UN1267, PGII  
EMERGENCY #1-432-631-2260

TOP GAUGE \_\_\_\_\_

BOTTOM GAUGE \_\_\_\_\_

|                 |                |
|-----------------|----------------|
| TIME ON         | GAUGER         |
| <u>10:30 AM</u> | <u>GARY M</u>  |
| TIME OFF        | GAUGER WITNESS |
|                 |                |