

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.<br>P.O. Box 2040<br>Hobbs, NM 88241 |                                                  | <sup>2</sup> OGRID Number 19797                                                          |
|                                                                                                                               |                                                  | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skim Oil 06/22/2011 163 bbls |
| <sup>4</sup> API Number<br>30 - 025-04861                                                                                     | <sup>5</sup> Pool Name<br>SWD Seven Rivers Queen | <sup>6</sup> Pool Code<br>96132                                                          |
| <sup>7</sup> Property Code<br>28844                                                                                           | <sup>8</sup> Property Name<br>Atha SWD--         | <sup>9</sup> Well Number<br>1                                                            |

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<br>Code<br>SWD | <sup>14</sup> Gas Connection<br>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<br>OGRID | <sup>19</sup> Transporter Name<br>and Address                   | <sup>20</sup> POD | <sup>21</sup> O/G | <sup>22</sup> POD ULSTR Location<br>and Description |
| 215019                             | BLACKHAWK GATHERING,LLC<br>P.O. BOX 10815<br>MIDLAND, TX. 79702 | 2809181           | O                 |                                                     |
|                                    | 432-631-2260                                                    |                   |                   |                                                     |
|                                    |                                                                 |                   |                   |                                                     |
|                                    |                                                                 |                   |                   |                                                     |
|                                    |                                                                 |                   |                   |                                                     |
|                                    |                                                                 |                   |                   |                                                     |
|                                    |                                                                 |                   |                   |                                                     |

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.

Signature: *Sandy Trujillo*

Printed name:  
Sandy Trujillo

Title:  
Clerk

Date:  
06/22/2011

(575) 394-2581

OIL CONSERVATION DIVISION

Approved by:

*[Signature]*

Title:

*State Manager*

Approval Date:

*6-28-2011*

# 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.

RECEIVED

JUN 27 2011

HOBBS OGD

STORAGE Tank - 11000 RUN TICKET NO. 102200

DATE 06-22-11 UNIT NO. Tk 417 TOL 687

|            |                   |
|------------|-------------------|
| OPERATOR   | <u>KEY EMMETT</u> |
| LEASE NAME | <u>ATMA SWP</u>   |

| LEASE NO | 1ST GAUGE | FEET     | INCHES   | BBLS     |
|----------|-----------|----------|----------|----------|
|          |           | <u>6</u> | <u>2</u> | <u>0</u> |
| TANK NO  | 2ND GAUGE | FEET     | INCHES   | BBLS     |
| <u>1</u> |           | <u>1</u> | <u>5</u> | <u>0</u> |

PLEASE COMPLETE ALL BLANKS

|                  |             |            |               |               |
|------------------|-------------|------------|---------------|---------------|
| THIEVING         | BS          | FREE WATER | TOTAL B S & W | GROSS         |
| FEET             | INCHES      |            |               |               |
|                  |             | <u>0</u>   | <u>0.1</u>    | <u>163.80</u> |
| TANK SIZE        | TANK HEIGHT |            | 10%           | FACTOR        |
| <u>250</u>       | <u>2</u>    |            |               |               |
| OBSERVED GRAVITY | TEMP        |            | TRUE          | NET           |
| <u>48</u>        | <u>95</u>   |            |               |               |
| OFF              | SEAL        | NUMBER     | ON            | PRICE         |
|                  |             |            |               | AMOUNT        |

Estimated Barrels

REJECT

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

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

TANK NO. 2.604/IN

TOP GAUGE

BOTTOM GAUGE

|              |                |
|--------------|----------------|
| TIME ON      | GAUGER         |
| <u>11:40</u> | <u>5:10 PM</u> |
| TIME OFF     | GAUGER WITNESS |
|              |                |