

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

HOBBS OCD

Form C-104
Reformatted July 20, 2001

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

MAY 24 2012
Submit to Appropriate District Office
5 Copies

RECEIVED

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|---|---|---|
| ¹ Operator name and Address Yale E. Key, Inc. dba Key Energy Services, Inc. | | ² OGRID Number 19797 ✓ |
| | | ³ Reason for Filing Code/ Effective Date Sale Skim Oil 04/19/2012 165.41 bbls |
| ⁴ API Number 30 - 025-10500 ✓ | ⁵ Pool Name SWD San Andres | ⁶ Pool Code 96121 ✓ |
| ⁷ Property Code 28410 ✓ | ⁸ Property Name Christmas SWD-606 | ⁹ Well Number 3 |

II. ¹⁰ Surface Location

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

¹¹ 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 |
| ¹² Lse Code D | ¹³ Producing Method Code | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| | | | | |
|---------------------------------|---|-------------------|-------------------|--|
| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
| 259261 | ANDREWS TRUCKING, INC 10 DESTA DR, STE. 130 E MIDLAND, TX 79705 432-618-8873 | 2816488 | O | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

IV. Produced Water

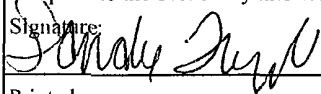
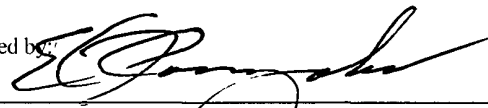
| | |
|-------------------|--|
| ²³ POD | ²⁴ POD ULSTR Location and Description |
|-------------------|--|

V. Well Completion Data

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

VI. Well Test Data

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

| | | | |
|--|--|---|--|
| ⁴⁷ 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:  | | OIL CONSERVATION DIVISION | |
| Printed name: SANDY TRUJILLO | | Approved by:  | |
| Title: Clerk | | Title: SANDY TRUJILLO | |
| Date 04/19/2012 | | Approval Date: 5-24-2012 | |
| Phone: (575) 394-2586 | | | |

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**ANDREWS
TRUCKING, INC****CRUDE OIL RUN TICKET**UN 1267
UN 1268
OTHERPETROLEUM CRUDE OIL, 3
PETROLEUM PRODUCTS, N.O.S., 3PG1
PG1**EMERGENCY CONTACT: Andrews Trucking, Inc.
877-428-4645**

CONFIRMATION #: 21803

TICKET #: 0161112

TANK #: 1-STD

TANK SIZE: 400

TANK Height: 20' 0" 0/4

OPERATOR :

LEASE NAME : Christmas SWD

LEASE : 10305

BLM/FEDERAL #:

STATE CODE : NM

LEGAL DESC :

COUNTY : Lea

SHIPPER /

TRANSPORTER : Andrews Trucking Inc.

DESTINATION : 10020 Andrews1

| | DATE | TIME | OIL LEVEL FT IN FRACT | TANK BS&W BOTTOM TEMP FT IN FRACT |
|----------------|-----------|-------|--------------------------|--------------------------------------|
| OPEN | 4/19/2012 | 09:42 | 9' 7" 1/4 | 99.0 0' 0" 0/4 |
| CLOSE | 4/19/2012 | 10:11 | 1' 4" 0/4 | 99.0 0' 0" 0/4 |
| ---OBSERVED--- | | | GRAVITY | S&W % |
| | | | at 60 DegF | (fraction) |
| GRAVITY | | TEMP | | |
| 46.4 | | 99.0 | 42.9 | 0.30000 |

EST GOV BBLs: 165.41

EST GSV BBLs: 162.04

EST NSV BBLs: 161.55

SEAL OFF:

SEAL ON:

NOTES:

Driver 1054 Greg Adams Truck #: 1018 Trailer #: 2018

"This is to certify that the above named materials are properly classified, described, packaged, marked and labeled and are in the applicable condition for transportation according to the applicable regulations of the Department of Transportation. Subject to section 7 of the terms and conditions of the terms and conditions of the applicable bill of lading. If this shipment is to be delivered to the consignee without recourse of the consignor, the consignor shall sign the following statement. The carrier shall not make delivery of this shipment with payment of freight and all other lawful charges."

(REFERENCE ERG FOR EMERGENCY RESPONSE INFORMATION)

CARRIER REPRESENTATIVE:

Accepted By: