

HOBBS OCD
JUN 12 2013

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Yale E. Key, Inc. dba Key Energy Services, Inc. P.O. Box 2040 Hobbs, NM 88241		² OGRID Number 19797
		³ Reason for Filing Code/ Effective Date Sale Skim Oil 04/31/2013 518.42 bbls
⁴ API Number 30 - 025-04861	⁵ Pool Name SWD Seven Rivers Queen	⁶ Pool Code 96132
⁷ Property Code 28844	⁸ Property Name Atha SWD--	⁹ Well Number 1

II. ¹⁰ Surface Location

Ul or lot no.	Section	Township	Range	Lot.Idn	Feet from the	North/South Line	Feet from the	East/West line	County
M	31	21S	36E		660 FT	SOUTH	660 FT	WEST	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 F	¹³ Producing Method Code SWD	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
272091	HIGH SIERRA CRUDE OIL AND MARKETING, LLC 10 DESTA DR, STE. 130 E MIDLAND, TX 79705 432-618-8873	2809181	O	

IV. Produced Water

²³ POD	²⁴ POD ULSTR Location and Description
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V. Well Completion Data

²⁵ Spud Date	²⁶ Ready Date	²⁷ TD	²⁸ PBTB	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: *Sandy Trujillo*

Printed name: Sandy Trujillo

Title: Clerk

Date: 04/31/2013

(575) 394-2581

OIL CONSERVATION DIVISION

Approved by: **Accepted for Record Only**
ELG 6-26-2013

Title:

Approval Date:

JUN 26 2013



1071285

HIGH SIERRA
CRUDE OIL & MARKETING, LLC

6075 W CR 19
Fort Lupton, CO 80621
OKC 405-418-7100

EMERGENCY PHONE 1-800-229-5252 HAZMAT ONE

HM	DESCRIPTION
X	UN1267 PETROLEUM CRUDE OIL, 3, PG 1
	UN1268 PETROLEUM DISTILLATES, NOS, 3, PG 1
	UN1075 LIQUIFIED PETROLEUM GAS, 2.1, (NON-CORROSIVE)

OPERATOR: Key Energy

LEASE: Atha SWN

LEGAL: COUNTY: Lea STATE: Nm

MO: 3 DAY: 31 YR: 12 LEASE #: 10135 TANK #: 1

STATION: DRIVR/CODE: 9969 TANK SIZE: 250

ACCOUNT: TRUCKED BY: BBL/INCH: 2.75

REJECTED	GAUGE	OIL LEVEL			TEMP.	CALCULATION
		FT.	IN.	QTR.		
		TOP	7	2		
BOT.	2	2	0/4	62	71.50	

B. S. & W. LEVEL		OBSERVED GTY & TEMP.		CORR GT.	TOTAL
FT.	IN.				
4	0/4	4314	62		166.37

TRUCK #	SPLIT	BS&W	NET
506	SHORT		
	SLOW	0 % AND 1 /10%	

TRAILER #	SEAL OFF	SEAL ON
605	4286	21369439

UNLOAD START GAUGE	UNLOAD END GAUGE	TOTAL BBLs	LONG OR SHORT

METER READINGS	LOADING TIME	
DRIVER / GAUGER	IN	OUT
WITNESS / WAIVER	2:45 PM	3:30 PM
	UNLOADING TIME	
	IN	OUT

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 STANDERS RUN TICKET NO. 102951

DATE 04-15-13 UNIT NO. K120 R101

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

LEASE NO.	1ST GAUGE	FEET	INCHES		BBL.
		<u>7</u>	<u>2</u>	<u>0</u> / <u>4</u>	<u>233</u> <u>06</u>
TANK NO.	2ND GAUGE	FEET	INCHES		BBL.
<u>1</u>		<u>1</u>	<u>10</u>	<u>3</u> / <u>4</u>	<u>61</u> <u>65</u>

PLEASE COMPLETE ALL BLANKS

GROSS					<u>171</u> <u>41</u>
THIEVING	B.S.	FREE WATER	TOTAL B.S. & W.	FACTOR	
<u>—</u>	<u>3</u> / <u>10</u> %	<u>0</u>	<u>0.3</u> / <u>10</u> %		
FEET	INCHES			NET	
<u>250</u>	<u>8</u>				
TANK SIZE	TANK HEIGHT			PRICE	
<u>44</u> / <u>2</u>	<u>66</u>				
OBSERVED GRAVITY	TEMP.		TRUE	AMOUNT	
<u>004280</u>	<u>00-4240</u>				

Estimated Barrels

171.41

REJECT:

REMARKS

- SHORT LOAD
- EXCESS BOTTOM
- HIGH BS & W

TANK NO. _____

TOP GAUGE _____

BOTTOM GAUGE _____

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

TIME ON	GAUGER
<u>7:30</u>	<u>GARY M</u>
TIME OFF	GAUGER WITNESS

BLACK HAWK GATHERING, LLC

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

This ticket covers all claims for allowance.

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STORAGE Saunders RUN TICKET NO. 270212
DATE 4-26-13 UNIT NO. K35

OPERATOR <u>KEY</u>
LEASE NAME <u>Atha</u>

LEASE NO.	1ST GAUGE	FEET	INCHES		BBLs.
		<u>6</u>	<u>9</u>	<u>2</u> 4	
TANK NO.	2ND GAUGE	FEET	INCHES		BBLs.
<u>1</u>		<u>1</u>	<u>4</u>	<u>3</u> 4	

PLEASE COMPLETE ALL BLANKS

GROSS					<u>180.64</u>
THIEVING		B.S.	FREE WATER	TOTAL B.S. & W.	FACTOR
FEET	INCHES	<u>5</u> 10		<u>5</u> 10%	
TANK SIZE	TANK HEIGHT	/			NET
<u>250</u>	<u>8'</u>				
OBSERVED GRAVITY	TEMP.	/			PRICE
<u>42.0</u>	<u>60</u>				
OFF	SEAL	NUMBER	ON	AMOUNT	
	<u>004240</u>	<u>066618</u>			

Estimated Barrels

180.64

REJECT: _____ REMARKS _____

- SHORT LOAD
- EXCESS BOTTOM
- HIGH BS & W

TANK NO. 1
TOP GAUGE _____
BOTTOM GAUGE _____

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

TIME ON	GAUGER <u>M. Joplin</u>
TIME OFF	GAUGER WITNESS