

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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  
Revised August 1, 2011

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

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                        |  |                                                                                             |  |
|--------------------------------------------------------------------------------------------------------|--|---------------------------------------------------------------------------------------------|--|
| <sup>1</sup> Operator name and Address<br>Key Energy Services, LLC<br>P. O. Box 99<br>Eunice, NM 88231 |  | <sup>2</sup> OGRID Number 19797                                                             |  |
| <sup>4</sup> API Number<br>30-025-8815-04861                                                           |  | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skim Oil 5/31/2014 510.87 bbls. |  |
| <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>J.H. Day Atha                                                 |  |
|                                                                                                        |  | <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 | <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<br>303651 | <sup>19</sup> Transporter Name and Address<br>National Crude Marketing<br>2300 Highway 365, STE 400<br>Nederland, Texas 77627<br>409-722-6880 | <sup>20</sup> O/G/W<br>2809181 |
|                                           |                                                                                                                                               | 2809182                        |
|                                           |                                                                                                                                               |                                |
|                                           |                                                                                                                                               |                                |
|                                           |                                                                                                                                               |                                |
|                                           |                                                                                                                                               |                                |
|                                           |                                                                                                                                               |                                |

IV. Well Completion Data

|                         |                                    |                         |                            |                            |                       |
|-------------------------|------------------------------------|-------------------------|----------------------------|----------------------------|-----------------------|
| <sup>21</sup> Spud Date | <sup>22</sup> Ready Date           | <sup>23</sup> TD        | <sup>24</sup> PBTD         | <sup>25</sup> Perforations | <sup>26</sup> DHC, MC |
| <sup>27</sup> Hole Size | <sup>28</sup> Casing & Tubing Size | <sup>29</sup> Depth Set | <sup>30</sup> Sacks Cement |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |
|                         |                                    |                         |                            |                            |                       |

V. Well Test Data

|                            |                                 |                         |                           |                             |                             |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| <sup>31</sup> Date New Oil | <sup>32</sup> Gas Delivery Date | <sup>33</sup> Test Date | <sup>34</sup> Test Length | <sup>35</sup> Tbg. Pressure | <sup>36</sup> Csg. Pressure |
| <sup>37</sup> Choke Size   | <sup>38</sup> Oil               | <sup>39</sup> Water     | <sup>40</sup> Gas         |                             | <sup>41</sup> Test Method   |

|                                                                                                                                                                                                                                      |  |                           |  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------|--|
| <sup>42</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: Randy Corbell |  | OIL CONSERVATION DIVISION |  |
| Printed name:<br>Randy Corbell                                                                                                                                                                                                       |  | Approved by:              |  |
| Title:<br>Operations Manager                                                                                                                                                                                                         |  | Title:                    |  |
| E-mail Address:<br>rcorbell@keyenergy.com                                                                                                                                                                                            |  | Approval Date:            |  |
| Date: 6/30/2014                                                                                                                                                                                                                      |  | 7/9/2014                  |  |
| Phone:<br>575-394-1395                                                                                                                                                                                                               |  |                           |  |

JUL 10 2014

fm

# PETROLEUM EXPRESS

2300 HIGHWAY 365, STE 400  
NEDERLAND, TEXAS 77627  
409-722-6880 (24 HOURS)

P.M. #

|                        |       |     |      |
|------------------------|-------|-----|------|
| RUN TICKET             | MONTH | DAY | YEAR |
| TICKET NUMBER<br>33145 | 5     | 30  | 14   |

|                                                  |                        |
|--------------------------------------------------|------------------------|
| LEASE OPERATOR / PRODUCER<br>Key Energy Services | LEASE NUMBER<br>036441 |
|--------------------------------------------------|------------------------|

|                        |                                     |
|------------------------|-------------------------------------|
| LEASE NAME<br>ATHA SWD | FIELD NAME<br>NATIONAL CRUDE MARKET |
|------------------------|-------------------------------------|

|                     |                        |                                           |
|---------------------|------------------------|-------------------------------------------|
| TRUCK NUMBER<br>114 | TRAILER NUMBER<br>2004 | DESTINATION NAME<br>National Crude Market |
|---------------------|------------------------|-------------------------------------------|

|       |           |        |          |           |                       |                     |
|-------|-----------|--------|----------|-----------|-----------------------|---------------------|
| GAUGE | OIL LEVEL |        |          | TANK TEMP | TANK BOTTOM<br>INCHES | COUNTY / ORIGINATOR |
|       | FEET      | INCHES | FRACTION |           |                       |                     |

|      |   |   |   |     |  |                    |
|------|---|---|---|-----|--|--------------------|
| OPEN | 7 | 4 | / | 82° |  | TANK NUMBER<br>Oil |
|------|---|---|---|-----|--|--------------------|

|       |   |    |   |     |  |           |
|-------|---|----|---|-----|--|-----------|
| CLOSE | 1 | 11 | / | 80° |  | TANK SIZE |
|-------|---|----|---|-----|--|-----------|

|                   |                 |                |              |
|-------------------|-----------------|----------------|--------------|
| OBS GRAVITY<br>45 | OBS TEMP<br>80° | GROSS BARRELS* | NET BARRELS* |
|-------------------|-----------------|----------------|--------------|

|                    |                   |       |  |
|--------------------|-------------------|-------|--|
| TANK NUMBER<br>Oil | B S & W %<br>0.3% | 175.4 |  |
|--------------------|-------------------|-------|--|

\*Estimated Barrels

|                                 |                                      |
|---------------------------------|--------------------------------------|
| DRIVER'S NAME<br>Albert Berones | DRIVER'S SIGNATURE<br>Albert Berones |
|---------------------------------|--------------------------------------|

|                                 |                                      |
|---------------------------------|--------------------------------------|
| OPERATOR'S NAME<br>Vernon Riley | OPERATOR'S SIGNATURE<br>Vernon Riley |
|---------------------------------|--------------------------------------|

UN 1267, PETROLEUM CRUDE OIL, 3, PG II

24 HOUR EMERGENCY CONTACT 877-664-4645

|          |
|----------|
| COMMENTS |
|          |
|          |
|          |
|          |

**PETROLEUM EXPRESS**

2300 HIGHWAY 365, STE 400  
NEDERLAND, TEXAS 77627  
409-722-6880 (24 HOURS)

AM# 42697

|                                                           |                  |                               |                               |                                                     |                           |                           |
|-----------------------------------------------------------|------------------|-------------------------------|-------------------------------|-----------------------------------------------------|---------------------------|---------------------------|
| <b>RUN TICKET</b><br><b>TICKET NUMBER</b><br><b>33138</b> |                  | <b>MONTH</b><br>5             | <b>DAY</b><br>19              | <b>YEAR</b><br>14                                   |                           |                           |
| <b>LEASE OPERATOR / PRODUCER</b><br>Key Energy Services   |                  |                               | <b>LEASE NUMBER</b><br>036441 |                                                     |                           |                           |
| <b>LEASE NAME</b><br>ATHA SWD                             |                  |                               | <b>FIELD NAME</b><br>ATHA     |                                                     |                           |                           |
| <b>TRUCK NUMBER</b><br>114                                |                  | <b>TRAILER NUMBER</b><br>2004 |                               | <b>DESTINATION NAME</b><br>National Crude Marketing |                           |                           |
| <b>GAUGE</b>                                              | <b>OIL LEVEL</b> |                               |                               | <b>TANK TEMP</b>                                    | <b>TANK BOTTOM INCHES</b> | <b>COUNTY / ORIGATION</b> |
|                                                           | <b>FEET</b>      | <b>INCHES</b>                 | <b>FRACTION</b>               |                                                     |                           |                           |
| OPEN                                                      | 7                | 4                             | /                             | 71°                                                 |                           | <b>TANK NUMBER</b><br>011 |
| CLOSE                                                     | 1                | 11                            | /                             | 69°                                                 |                           | <b>TANK SIZE</b><br>8x210 |
| <b>OBS GRAVITY</b><br>43                                  |                  | <b>OBS TEMP</b><br>69°        |                               | <b>GROSS BARRELS*</b>                               |                           | <b>NET BARRELS*</b>       |
| <b>TANK NUMBER</b><br>Oil                                 |                  | <b>B S &amp; W %</b><br>2.0%  |                               | 175                                                 |                           |                           |
| *Estimated Barrels                                        |                  |                               |                               |                                                     |                           |                           |
| <b>DRIVER'S NAME</b><br>Albert Betancourt                 |                  |                               |                               | <b>DRIVER'S SIGNATURE</b><br>Albert Betancourt      |                           |                           |
| <b>OPERATOR'S NAME</b>                                    |                  |                               |                               | <b>OPERATOR'S SIGNATURE</b>                         |                           |                           |

UN 1267, PETROLEUM CRUDE OIL, 3, PG II

24 HOUR EMERGENCY CONTACT 877-664-4645

|                 |
|-----------------|
| <b>COMMENTS</b> |
|                 |
|                 |
|                 |
|                 |

WHITE - PURCHASER    YELLOW - OPERATOR    PINK - DRIVER

**PETROLEUM EXPRESS**

2300 HIGHWAY 365, STE 400  
NEDERLAND, TEXAS 77627  
409-722-6880 (24 HOURS)

PI# 42552

|                                                     |                  |                               |                                 |                                      |                           |                           |
|-----------------------------------------------------|------------------|-------------------------------|---------------------------------|--------------------------------------|---------------------------|---------------------------|
| <b>RUN TICKET</b>                                   |                  | <b>MONTH</b>                  | <b>DAY</b>                      | <b>YEAR</b>                          |                           |                           |
| <b>TICKET NUMBER</b><br>33133                       |                  | 5                             | 12                              | 14                                   |                           |                           |
| <b>LEASE OPERATOR / PRODUCER</b><br>Key ENERGY SVCS |                  |                               | <b>LEASE NUMBER</b><br>D36441   |                                      |                           |                           |
| <b>LEASE NAME</b><br>ATHA SWD                       |                  |                               | <b>FIELD NAME</b><br>ATHA       |                                      |                           |                           |
| <b>TRUCK NUMBER</b><br>114                          |                  | <b>TRAILER NUMBER</b><br>2004 |                                 | <b>DESTINATION NAME</b><br>TRATIGURA |                           |                           |
| <b>GAUGE</b>                                        | <b>OIL LEVEL</b> |                               |                                 | <b>TANK TEMP</b>                     | <b>TANK BOTTOM INCHES</b> | <b>COUNTY / ORIGATION</b> |
|                                                     | <b>FEET</b>      | <b>INCHES</b>                 | <b>FRACTION</b>                 |                                      |                           |                           |
| OPEN                                                | 7                | 1                             | /                               | 79°                                  |                           | <b>TANK NUMBER</b><br>Oil |
| CLOSE                                               | 1                | 10                            | /                               | 77°                                  |                           | <b>TANK SIZE</b><br>8X210 |
| <b>OBS GRAVITY</b><br>41                            |                  | <b>OBS TEMP</b><br>77°        |                                 | <b>GROSS BARRELS*</b>                |                           | <b>NET BARRELS*</b>       |
| <b>TANK NUMBER</b><br>Oil                           |                  | <b>B S &amp; W %</b><br>0.8%  |                                 | 170                                  |                           |                           |
| <b>*Estimated Barrels</b>                           |                  |                               |                                 |                                      |                           |                           |
| <b>DRIVER'S NAME</b><br>Albert Brames               |                  |                               | <b>DRIVER'S SIGNATURE</b><br>   |                                      |                           |                           |
| <b>OPERATOR'S NAME</b><br>John Sanders              |                  |                               | <b>OPERATOR'S SIGNATURE</b><br> |                                      |                           |                           |

UN 1267, PETROLEUM CRUDE OIL, 3, PG II

24 HOUR EMERGENCY CONTACT 877-664-4645

|                 |        |    |
|-----------------|--------|----|
| <b>COMMENTS</b> | LAST   | TI |
|                 | DRIVER | TO |
|                 |        | MI |
|                 |        | MO |

WHITE - PURCHASER YELLOW - OPERATOR PINK - DRIVER