

District  
1625 N. French Dr., Hobbs, NM 88240  
District  
1301 W. Grand Avenue, Artesia, NM 88210  
District  
1000 Rto Brazos Rd., Aztec, NM 87410  
District  
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

|                                                                          |                                   |                       |
|--------------------------------------------------------------------------|-----------------------------------|-----------------------|
| Operator name and Address<br>DKD, LLC<br>P.O. Box 682<br>Tatum, NM 88267 |                                   | OGRI Number<br>210091 |
| Reason for Filing Code/Effective Date<br>Skim oil sales 684 BBLS.        |                                   |                       |
| APINumber<br>30-0 2527950                                                | Pool Name<br>San Andres SWD       | Pool Code<br>96121    |
| Property Code<br>27312                                                   | Property Name<br>Vulture VP State | Well Number<br>#1     |

II. Surface Location

|            |         |          |       |         |               |                  |               |                |        |
|------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| Uplift No. | Section | Township | Range | Lot Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
| D          | 14      | 15S      | 33E   |         | 330           | North            | 330           | West           | Lea    |

Bottom Hole Location

|            |         |          |       |         |               |                  |               |                |        |
|------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| Uplift No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| SAME       |         |          |       |         |               |                  |               |                |        |

|          |                              |                     |                         |                      |                       |
|----------|------------------------------|---------------------|-------------------------|----------------------|-----------------------|
| Use Code | Producing Method Code<br>SWD | Gas Connection Date | C-129 Perm. It. Num ber | C-129 Effective Date | C-129 Expiration Date |
|----------|------------------------------|---------------------|-------------------------|----------------------|-----------------------|

III. Oil and Gas Transporters

|                    |                                   |     |     |                                    |
|--------------------|-----------------------------------|-----|-----|------------------------------------|
| Transporter OGR ID | Transporter Name and Address      | POD | O/G | POD ULSTR Location and Description |
| 243484             | Transoil Marketing<br>Abilene, TX |     |     | 14-15-33 Skim oil<br>Vulture VP    |
|                    |                                   |     |     |                                    |
|                    |                                   |     |     |                                    |
|                    |                                   |     |     |                                    |
|                    |                                   |     |     |                                    |
|                    |                                   |     |     |                                    |

RECEIVED

FEB 27 2008

HOBBS OCD

|     |                                    |
|-----|------------------------------------|
| POD | POD ULSTR Location and Description |
|-----|------------------------------------|

V. Well Completion Data

|           |                      |           |              |              |          |
|-----------|----------------------|-----------|--------------|--------------|----------|
| Spud Date | Ready Date           | TD        | PBTD         | Perforations | DHC, MCC |
|           |                      |           |              |              |          |
| Hole Size | Casing & Tubing Size | Depth Set | Sacks Cement |              |          |
|           |                      |           |              |              |          |
|           |                      |           |              |              |          |
|           |                      |           |              |              |          |

VI. Well Test Data

|              |                   |           |             |               |               |
|--------------|-------------------|-----------|-------------|---------------|---------------|
| Date New Oil | Gas Delivery Date | Test Date | Test Length | Tbg. Pressure | Csg. Pressure |
|              |                   |           |             |               |               |
| Choke Size   | Oil               | Water     | Gas         | AOF           | Test Method   |
|              |                   |           |             |               |               |

|                                                                                                                                                                                            |                     |                                               |  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-----------------------------------------------|--|
| 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. |                     | OIL CONSERVATION DIVISION                     |  |
| Signature: <i>Danny R. Watson</i>                                                                                                                                                          |                     | Approved by: <i>Chris Williams</i>            |  |
| Printed name: Danny R. Watson                                                                                                                                                              |                     | Title: OC DISTRICT SUPERVISOR/GENERAL MANAGER |  |
| Title: President                                                                                                                                                                           |                     | Approval Date: APR 01 2008                    |  |
| Date:                                                                                                                                                                                      | Phone: 505-398-3490 |                                               |  |