

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

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

Form C-104
Reformatted July 20, 2001

Submit to Appropriate District Office

5 Copies

☐ AMENDED REPORT

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 5/22/2008 131 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

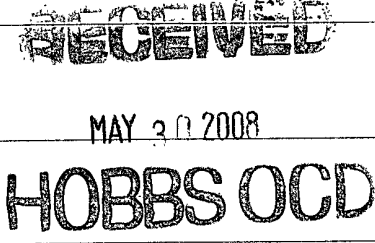
II. ¹⁰ Surface Location

UL or lot no. M	Section 31	Township 21S	Range 36E	Lot Idn	Feet from the 660 FT	North/South Line SOUTH	Feet from the 660 FT	East/West line WEST	County Lea
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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
215019	BLACK HAWK GATHERING P.O. BOX 10815 MIDLAND, TX 79702 432-631-2260	2809181	O	

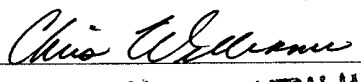
IV. Produced Water

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 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: Rhonda Paschal			OIL CONSERVATION DIVISION		
Printed name: RHONDA PASCHAL			Approved by: 		
Title: Clerk			Title: OC DISTRICT SUPERVISOR/GENERAL MANAGER		
DATE: 5/22/2008			Approval Date: JUN 05 2008		
Phone: (505)394-2581					

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 Toro Hobbs RUN TICKET NO. **6111**

DATE May 22, 2008 UNIT NO. 524/362

OPERATOR	<u>Key Energy Services, Inc</u>		
LEASE NAME	<u>A-TH #1 SWD</u>		

LEASE NO	1ST GAUGE	FEET	INCHES		BBLS
<u>31-21-36</u>		<u>5</u>	<u>6</u>	<u>0</u>	<u>4</u>
TANK NO	2ND GAUGE				BBLS
<u>63136</u>		<u>1</u>	<u>5</u>	<u>0</u>	<u>4</u>

PLEASE COMPLETE ALL BLANKS

GROSS
130 83

THIEVING	BS	FREE WATER	TOTAL B'S & W	FACTOR
FEET INCHES	<u>1.5</u>	<u>---</u>	<u>15</u> 10%	

TANK SIZE	TANK HEIGHT		NET
<u>250</u>	<u>8</u>		

OBSERVED GRAVITY	TEMP	TRUE	PRICE
<u>45.0</u>	<u>90°</u>		

OFF	SEAL	NUMBER	ON	AMOUNT
<u>American 35390/lock</u>	<u>lock</u>			

Estimated Barrels

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>1200</u>	<u>Brunner Barnes</u>
TIME OFF	GAUGER WITNESS
<u>1230</u>	