

District I  
1625 N. French Blvd., Albuquerque, NM 87106  
District II  
1401 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

Form C-111  
Reformatted July 20, 2004

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

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

RECEIVED  
NOV 10 2008  
HOBBS (N)

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                             |                                                   |                                                                                          |
|---------------------------------------------------------------------------------------------|---------------------------------------------------|------------------------------------------------------------------------------------------|
| <sup>1</sup> Operator name and Address<br>Yale E. Key, Inc. dba Key Energy Services, Inc. ✓ |                                                   | <sup>2</sup> OGRID Number 19797 ✓                                                        |
|                                                                                             |                                                   | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skim Oil 11/06/2008 139 BBLs |
| <sup>4</sup> API Number<br>30 - 025-10500 ✓                                                 | <sup>5</sup> Pool Name<br>SWD San Andres ✓        | <sup>6</sup> Pool Code<br>96121 ✓                                                        |
| <sup>7</sup> Property Code<br>28410 ✓                                                       | <sup>8</sup> Property Name<br>Christmas SWD-606 ✓ | <sup>9</sup> Well Number<br>3 ✓                                                          |

II. <sup>10</sup> Surface Location

|                    |               |                 |              |         |                          |                           |                       |                        |                 |
|--------------------|---------------|-----------------|--------------|---------|--------------------------|---------------------------|-----------------------|------------------------|-----------------|
| UL or lot no.<br>B | Section<br>28 | Township<br>22S | Range<br>37E | Lot Idn | Feet from the<br>330 ft. | North/South Line<br>North | Feet from the<br>2310 | East/West line<br>East | 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 | <sup>19</sup> Transporter Name and Address | <sup>20</sup> POD | <sup>21</sup> O/G | <sup>22</sup> POD ULSTR Location and Description |
| 215019                          | BLACK HAWK GATHERING, LLC                  | 2816488           |                   |                                                  |
|                                 | P.O. BOX 10815                             |                   |                   |                                                  |
|                                 | MIDLAND TX 79702                           |                   |                   |                                                  |
|                                 | 432-631-2260                               |                   |                   |                                                  |
|                                 |                                            |                   |                   |                                                  |
|                                 |                                            |                   |                   |                                                  |
|                                 |                                            |                   |                   |                                                  |
|                                 |                                            |                   |                   |                                                  |

IV. Produced Water

|                   |                                                  |
|-------------------|--------------------------------------------------|
| <sup>23</sup> POD | <sup>24</sup> POD ULSTR Location and Description |
|-------------------|--------------------------------------------------|

V. Well Completion Data

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

VI. Well Test Data

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

|                                                                                                                                                                                                                                       |  |                               |  |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-------------------------------|--|
| <sup>47</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: Rhonda Paschal |  | OIL CONSERVATION DIVISION     |  |
| Printed name:<br>RHONDA PASCHAL                                                                                                                                                                                                       |  | Approved by: [Signature]      |  |
| Title:<br>Clerk                                                                                                                                                                                                                       |  | Title:<br>PETROLEUM ENGINEER  |  |
| Date:<br>11/06/2008                                                                                                                                                                                                                   |  | Approval Date:<br>NOV 12 2008 |  |
| Phone:<br>(575) 394-2581                                                                                                                                                                                                              |  |                               |  |

# BLACK HAWK GATHERING, LLC

PO Box 10811  
Midland, TX 79702  
(432) 631-2260

This ticket covers all claims to allowance  
The Oil represented by this ticket was received & run as property of Black Hawk Gathering, LLC

STORAGE 10000 RUN TICKET NO. 10000

DATE 11-1-12 UNIT NO. 10000

|            |
|------------|
| OPERATOR   |
| LEASE NAME |

|          |              |      |        |      |
|----------|--------------|------|--------|------|
| LEASE NO | 1ST<br>GAUGE | FEET | INCHES | BBLs |
| TANK NO  | 2ND<br>GAUGE |      |        | BBLs |

PLEASE COMPLETE ALL BLANKS

|                  |             |            |                |        |
|------------------|-------------|------------|----------------|--------|
| THIEVING         | B.S         | FREE WATER | TOTAL B.S. & W | GROSS  |
| FEET             | INCHES      |            |                | 185.15 |
| TANK SIZE        | TANK HEIGHT |            | 10%            | FACTOR |
| OBSERVED GRAVITY | TEMP        |            | TRUE           | NET    |
| OFF              | SEAL        | NUMBER     | ON             | PRICE  |
|                  |             |            |                | AMOUNT |

Estimated Barrels

REJECT

- ☐ SHORT LOAD  
☐ EXCESS BOTTOM  
☐ HIGH BS & W  
FLAMMABLE LIQUID  
PETROLEUM CRUDE OIL, S. UN1267, PGII  
EMERGENCY #1-432-631-2260

REMARKS

TANK NO. \_\_\_\_\_

TOP GAUGE \_\_\_\_\_

BOTTOM GAUGE \_\_\_\_\_

|          |                |
|----------|----------------|
| TIME ON  | GAUGER         |
| TIME OFF | GAUGER WITNESS |