

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  
JAN 12 2011  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C  
Reformatted July 20,

Submit to Appropriate District C  
5 C

☐ AMENDED REP

### I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                                               |                                                  |                                                                                         |
|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|-----------------------------------------------------------------------------------------|
| <sup>1</sup> Operator name and Address<br>Yale E. Key, Inc. dba Key Energy Services, Inc.<br>P.O. Box 2040<br>Hobbs, NM 88241 |                                                  | <sup>2</sup> OGRID Number 19797                                                         |
|                                                                                                                               |                                                  | <sup>3</sup> Reason for Filing Code/ Effective Date<br>Sale Skim Oil 1/09/2011 162 bbls |
| <sup>4</sup> API Number<br>30 - 025-04861                                                                                     | <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>Atha SWD--         | <sup>9</sup> Well Number<br>1                                                           |

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

|                  |               |               |             |        |                        |                           |                        |                       |               |
|------------------|---------------|---------------|-------------|--------|------------------------|---------------------------|------------------------|-----------------------|---------------|
| UL or lot n<br>M | Section<br>31 | Townsh<br>21S | Rang<br>36E | Lot Id | Feet from tl<br>660 FT | North/South Line<br>SOUTH | Feet from tl<br>660 FT | East/West lin<br>WEST | County<br>Lea |
|------------------|---------------|---------------|-------------|--------|------------------------|---------------------------|------------------------|-----------------------|---------------|

### <sup>11</sup> Bottom Hole Location

|                            |                                         |                                |                                  |                                    |                                     |                 |              |               |        |
|----------------------------|-----------------------------------------|--------------------------------|----------------------------------|------------------------------------|-------------------------------------|-----------------|--------------|---------------|--------|
| UL or lot n                | Section                                 | Townsh                         | Rang                             | Lot Id                             | Feet from tl                        | North/South lin | Feet from tl | East/West lin | County |
| <sup>12</sup> Lse Cod<br>F | <sup>13</sup> Producing Method C<br>SWD | <sup>14</sup> Gas Connection D | <sup>15</sup> C-129 Permit Numbe | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |                 |              |               |        |

### III. Oil and Gas Transporters

|                              |                                                                                  |                   |                   |                                                  |
|------------------------------|----------------------------------------------------------------------------------|-------------------|-------------------|--------------------------------------------------|
| <sup>18</sup> Transporter OG | <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                       | ANDREWS TRUCKING, INC<br>P.O. BOX 375<br>ANDREWS TX. 79714<br><br>1-877-428-4645 | 2809181           | O                 |                                                  |
|                              |                                                                                  |                   |                   |                                                  |
|                              |                                                                                  |                   |                   |                                                  |
|                              |                                                                                  |                   |                   |                                                  |
|                              |                                                                                  |                   |                   |                                                  |
|                              |                                                                                  |                   |                   |                                                  |
|                              |                                                                                  |                   |                   |                                                  |

### 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 Oi | <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<br>Approved by: [Signature]<br>Title: [Signature]<br>Approval Date: 1-13-2011 |  |
| Printed name:<br>RHONDA PASCHAL                                                                                                                                                                                                       |                         |                                                                                                         |  |
| Title:<br>Clerk                                                                                                                                                                                                                       |                         |                                                                                                         |  |
| DATE 1/9/2011                                                                                                                                                                                                                         | Phone:<br>(505)394-2586 |                                                                                                         |  |

# ANDREWS TRUCKING, INC

PO Box 375  
Andrews, TX 79714  
1-877-428-4645

DISTRICT  
NUMBER

RUN SECTION

NO. 49126

|                |                             |              |            |
|----------------|-----------------------------|--------------|------------|
| OPEN DATE      | MONTH                       | DAY          | YEAR       |
|                | 1                           | 9            | 11         |
| LEASE OPERATOR | OTHER COMPANY TICKET NUMBER |              |            |
| LEASE NO.      | LEASE NAME                  | TRUCK NO.    |            |
| 10135          | Key Energy                  | 1021         |            |
| FIELD NO.      | FIELD NAME                  | TRAILER NO.  |            |
|                | Atha S.W.D.                 | 2012         |            |
| CONTRACT NO.   | DESTINATION NAME            | PIPELINE NO. |            |
|                | Andrews Cent.               |              |            |
| OPR. LIC. NO.  | SEC.                        | TWP.         | RG. COUNTY |
|                |                             |              | Lea        |
| SEAL NO.       | SEAL NO.                    | SEAL NO.     |            |
| OFF            | ON                          | W.D.         |            |

| GAUGE             | OIL LEVEL    |     |        | TANK TEMP.  | TANK BOTTOM INCHES | METER READINGS                 |                               |                               |
|-------------------|--------------|-----|--------|-------------|--------------------|--------------------------------|-------------------------------|-------------------------------|
|                   | FT.          | IN. | FRACT. |             |                    | <input type="checkbox"/> Bbl'S | <input type="checkbox"/> LBS. | <input type="checkbox"/> GAL. |
| OPEN              | 6            | 2   | 1/2    | 54          |                    | 204.87                         |                               |                               |
| CLOSE             | 1            | 3   | 1/2    | 54          |                    | 42.62                          |                               |                               |
| OBS GRAVITY TEMP. | TRUE GRAVITY |     |        | GROSS Bbl'S | 162.25             |                                |                               |                               |
| 43.6              | 54           |     |        |             |                    |                                |                               |                               |
| TANK NUMBER       | B S & W %    |     |        | NET Bbl'S   |                    |                                |                               |                               |
| oil tank          | X X 3        |     |        |             |                    |                                |                               |                               |
| TANK SIZE         | METER FACTOR |     |        | TIME        |                    |                                |                               |                               |
| 8' 250            |              |     |        | 1:00 PM     |                    |                                |                               |                               |

|                      |              |
|----------------------|--------------|
| GAUGER'S SIGNATURE   | EMPLOYEE NO. |
| Operator's Signature | 1001         |
| CLOSING DATE         | MO DAY YEAR  |
| 1                    | 9 11         |

|                                                                                                                                                                                                                                                                                                                                                                                                                |        |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| EST. GAL/BBL'S WT                                                                                                                                                                                                                                                                                                                                                                                              | 162.25 |
| <input checked="" type="checkbox"/> PETROLEUM CRUDE OIL, 3, UN1267, PGI<br><input type="checkbox"/> PETROLEUM DISTILLATES N.O.S., 3, UN1268, PGI<br><input type="checkbox"/> NATURAL GASOLINE, 3, UN1257, PGI<br><input type="checkbox"/> NAPHTHA, PETROLEUM, 3, UN1255, PGI<br><input type="checkbox"/> FUEL OIL (NO. 1, 2, 4, 5 or 6) 3, NA1993, PGI<br><input type="checkbox"/><br><input type="checkbox"/> |        |

|                 |                   |             |
|-----------------|-------------------|-------------|
| ENDING ODOMETER | STARTING ODOMETER | TOTAL MILES |
|                 | 2083              |             |

RECEIVED BY

DATE RECEIVED