

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

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| TRANSPORTER            | OIL |
|                        | GAS |
| OPERATOR               |     |
| PRORATION OFFICE       |     |

OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501

Form C-104  
Revised 10-01-78  
Format 06-01-83  
Page 1

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

I. Operator  
KELT OIL & GAS, INC.

Address  
P.O. Box 1493, Roswell, New Mexico 88201

Reason(s) for filing (Check proper box)

|   |   |                                     |
|---|---|-------------------------------------|
| <input type="checkbox"/> New Well                       | Change in Transporter of:               | <input type="checkbox"/> Dry Gas    |
| <input type="checkbox"/> Recompletion                   | <input type="checkbox"/> Oil            | <input type="checkbox"/> Condensate |
| <input checked="" type="checkbox"/> Change in Ownership | <input type="checkbox"/> Casinghead Gas |                                     |

Other (Please explain)  
February 2, 1988

If change of ownership give name and address of previous owner  
Apollo Energy, Inc., P.O. Box 8097 Roswell, New Mexico 88201

II. DESCRIPTION OF WELL AND LEASE

|  |               |   |  |                  |
|--|---------------|---|--|------------------|
| Lease Name<br>Cato Baskett WFP   | Well No.<br>3 | Pool Name, including Formation<br>Cato San Andres | Kind of Lease<br>State, Federal or Fee | Lease No.<br>Fee |
| Location<br>Unit Letter 0 : 660 Feet From The South Line and 1980 Feet From The East<br>Line of Section 11 Township 8 Range 30 NMPM, Chaves County |               |   |  |                  |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|  |   |
|--|---|
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/><br>Mobil Pipeline Co. Proration Dept.           | Address (Give address to which approved copy of this form is to be sent)<br>P.O. Box 900, Dallas, Texas 75221   |
| Name of Authorized Transporter of Casinghead Gas <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/><br>Cities Service Oil & Gas Corporation | Address (Give address to which approved copy of this form is to be sent)<br>P.O. Box 4806, Midland, Texas 79702 |
| If well produces oil or liquids, give location of tanks.   | Is gas actually connected? When   |

If this production is commingled with that from any other lease or pool, give commingling order number:

NOTE: Complete Parts IV and V on reverse side if necessary.

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given is true and complete to the best of my knowledge and belief.

Christian Deleris - President

January 29, 1988

OIL CONSERVATION DIVISION

APPROVED 2/25/88, 19  
BY ORIGINAL SIGNED BY JERRY SEXTON  
DISTRICT I SUPERVISOR  
TITLE

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-104 must be filed for each pool in multiply completed wells.

#### IV. COMPLETION DATA

|   |                             |                 |           |          |          |                   |           |             |              |
|---|-----------------------------|-----------------|-----------|----------|----------|-------------------|-----------|-------------|--------------|
| Designate Type of Completion - (X)          |                             | Oil Well        | Gas Well  | New Well | Workover | Deepen            | Plug Back | Same Res'v. | Diff. Res'v. |
| Date Spudded                                | Date Compl. Ready to Prod.  | Total Depth     |           |          |          | P.B.T.D.          |           |             |              |
| Elevations (DF, RKB, RT, GR, etc.)          | Name of Producing Formation | Top Oil/Gas Pay |           |          |          | Tubing Depth      |           |             |              |
| Perforations                                |                             |                 |           |          |          | Depth Casing Shoe |           |             |              |
| <b>TUBING, CASING, AND CEMENTING RECORD</b> |                             |                 |           |          |          |                   |           |             |              |
| HOLE SIZE                                   | CASING & TUBING SIZE        |                 | DEPTH SET |          |          | SACKS CEMENT      |           |             |              |
|   |                             |                 |           |          |          |                   |           |             |              |
|   |                             |                 |           |          |          |                   |           |             |              |
|   |                             |                 |           |          |          |                   |           |             |              |
|   |                             |                 |           |          |          |                   |           |             |              |

#### V. TEST DATA AND REQUEST FOR ALLOWABLE (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

|                                 |                 |                 |   |  |
|---------------------------------|-----------------|-----------------|---|--|
| Date First New Oil Run To Tanks |                 | Date of Test    | Producing Method (Flow, pump, gas lift, etc.) |  |
| Length of Test                  | Tubing Pressure | Casing Pressure | Choke Size                                    |  |
| Actual Prod. During Test        | Oil - Bbls.     | Water - Bbls.   | Gas - MCF                                     |  |

#### GAS WELL

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D        | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| Testing Method (pilot, back pr.) | Tubing Pressure (shut-in) | Casing Pressure (shut-in) | Choke Size            |