

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruce@aol.com

RECEIVED OCD

2012 AUG 21 P 12:46

August 21, 2012

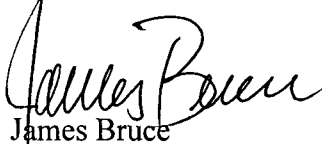
Case 14898

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing, on behalf of Celero Energy II, LP, is an application for approval of a unit agreement, together with a proposed advertisement. Please set this matter for the September 20, 2012 Examiner hearing. Thank you.

Very truly yours,


James Bruce

Attorney for Celero Energy II, LP

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF CELERO ENERGY II, LP
FOR APPROVAL OF A UNIT AGREEMENT,
CHAVES AND LEA COUNTIES, NEW MEXICO.

RECEIVED OGD
2012 AUG 21 P 12:46
Case No. 14898

APPLICATION

Celero Energy II, LP applies for an order approving the Unit Agreement for the proposed North Caprock Celero Queen Unit Area, and in support thereof, states:

1. Applicant is a working interest owner in, and the operator of, the proposed North Caprock Celero Queen Unit Area, an exploratory unit comprising 2,886.66 acres of state and fee lands in Chaves and Lea Counties, New Mexico, described as follows:

Township 12 South, Range 31 East, N.M.P.M., Chaves County

Section 36: S/2 NE/4, SE/4SW/4, and SE/4

Township 12 South, Range 32 East, N.M.P.M., Lea County

Section 29: SW/4SW/4

Section 30: S/2SE/4

Section 31: Lots 3, 4, E/2, NE/4NW/4, and E/2SW/4

Section 32: SW/4NE/4, W/2, and NW/4SE/4

Township 13 South, Range 32 East, N.M.P.M., Lea County

Section 5: Lots 3, 4, SW/4NW/4, and NW/4SW/4

Section 6: Lots 1-7, S/2NE/4, SE/4NW/4, E/2SW/4, and SE/4 (All)

Section 7: E/2 and E/2W/2

Section 8: NW/4NW/4, S/2NW/4, and SW/4

2. Applicant is obtaining preliminary approval of the Unit Agreement from the Commissioner of Public Lands.

3. Approval of this application will prevent waste, protect correlative rights, and conserve natural resources.

4. Due to expiring leases, **applicant requests expedited approval of this application.**

WHEREFORE, applicant requests that, after hearing, the Division enter its order approving the relief requested herein.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "James Bruce", written over a horizontal line.

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Celero Energy II, LP

PROPOSED ADVERTISEMENT

Case No. 14898 :

Application of Celero Energy II, LP for approval of a unit agreement, Chaves and Lea Counties, New Mexico: Applicant seeks approval of the Unit Agreement for the North Caprock Celero Queen Unit Area, comprising 2886.66 acres of the state and fee lands described below:

Township 12 South, Range 31 East, N.M.P.M., Chaves County

Section 36: S/2 NE/4, SE/4SW/4, and SE/4

Township 12 South, Range 32 East, N.M.P.M., Lea County

Section 29: SW/4SW/4

Section 30: S/2SE/4

Section 31: Lots 3, 4, E/2, NE/4NW/4, and E/2SW/4

Section 32: SW/4NE/4, W/2, and NW/4SE/4

Township 13 South, Range 32 East, N.M.P.M., Lea County

Section 5: Lots 3, 4, SW/4NW/4, and NW/4SW/4

Section 6: Lots 1-7, S/2NE/4, SE/4NW/4, E/2SW/4, and SE/4 (All)

Section 7: E/2 and E/2W/2

Section 8: NW/4NW/4, S/2NW/4, and SW/4

The proposed unit area is centered approximately 12 miles south-southwest of Caprock, New Mexico.

RECEIVED OGD
2012 AUG 21 P 12:46