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STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:

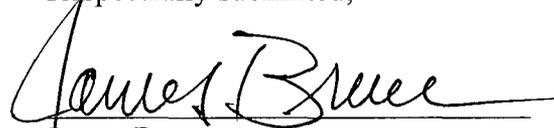
APPLICATION OF CELERO ENERGY II, L.P.
FOR EXPANSION OF A WATERFLOOD PROJECT,
CHAVES COUNTY, NEW MEXICO.

Case No. 14,047
Order No. R-12,912

APPLICATION FOR HEARING *DE NOVO*

Celero Energy II, L.P., a party of record adversely affected by the above Order, requests that this matter be heard *de novo* before the Oil Conservation Commission.

Respectfully submitted,



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Attorney for Celero Energy II, L.P.

PROPOSED ADVERTISEMENT

Case No. 14047: *De Novo*

Application of Celero Energy II, L.P. for expansion of a waterflood project, Chaves County, New Mexico. Applicant seeks approval to expand the Caprock-Queen Waterflood Project (Caprock-Queen Pool), originally approved by Oil Conservation Commission Order Nos. R-1456 and R-2470, by the injection of water into twenty wells located on a federal lease covering all of Section 4, the E/2E/2 of Section 5, and all of Section 9, Township 14 South, Range 31 East, N.M.P.M. The project is located approximately 29 miles east of Hagerman, New Mexico. Upon application of Celero Energy II, L.P., this matter will be heard *De Novo* pursuant to the provisions of Division Rule 1221.