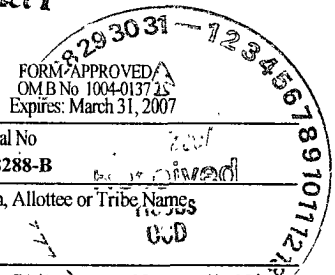


Form 3160-5
 (April 2004)

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT



SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator **CELERO ENERGY II, LP**

3a. Address
400 W. ILLINIOS, Ste 1601, Midland, TX 79701

3b. Phone No. (include area code)
432-686-1883

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**Sec. 25, T13S; R31E, Unit Letter N
 660' FSL & 1980' FWL**

5. Lease Serial No
LC-068288-B

6. If Indian, Allottee or Tribe Name
ROCK QUEEN

7. If Unit or CA Agreement, Name and/or No.
ROCK QUEEN

8. Well Name and No.
66

9. API Well No.
30-005-00862

10. Field and Pool, or Exploratory Area
CAPROCK QUEEN

11. County or Parish, State
CHAVES COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION				
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off	
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Re-activate Injection</u>	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon		
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal		

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

7/13/2007 thru 7/18/2007
MIRU WSU. POOH w/ 2 3/8" IPC injection tbg & pkr.
 Clean out well to TD @ 3100',
 Logged well w/ GR/CCL/CBL/CN Logs (TOC @ 2327'); Reperforated Queen interval 3052'-3067' w/ 4 SPF.
 Ran 2 3/8", 4.7# J-55 IPC injection tbg & 5 1/2" Arrowset 1X pkr & set pkr @ 2988'. circ. pkr fluid around backside.
 Acidized Queen interval (3052'-3067') w/ 1500 gal 7 1/2% NEFE acid & 1000# rock salt in 3 stages @ 3 BPM and 1800 psi STP.
 RDMO WSU. Ran csg integrity test @ 500 psi for 30 min. and tested ok.
 Return well to injection.

Accepted For Record Only! Approval
 Subject To Returning Well To Continuous
 Injection And Keeping Well On Continuous
 Injection Or Plugging Well With An
 Approved Plugging Program!

WFX-106

14. I hereby certify that the foregoing is true and correct
 Name (Printed/Typed)

HAYLIE URIAS

Title **OPERATIONS TECH**

Signature *Haylie Urias*

Date **07/25/2007**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by **/S/ DAVID R. GLASS**
 Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title _____ Date _____

Office _____

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2) **DAVID R. GLASS**
REGULATORY ENGINEER

