Form 3160-540BBS OCT (March 2012) UNITED STATES
OF 2013 DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANNER. OMB No. 1004-0137 Expires: October 31, 2014 **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. LC 068288B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not@se this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Oil Well Gas/Well X Other Rock Queen Unit #64 9. API Well No. 2. Name of Operator Celero Energy II, LP 30-005-00860 3a. Address 3b. Phone No. (include area code) Field and Pool or Exploratory Area 400 W. Illinois, Ste. 1601 Mid/and TX 79701 (432)686-1883 Caprock; Queen 4. Location of Well (Footage, Sec. 7 (N), Sec 25, T13S, R31E 11. County or Parish, State T.,R.M., on/Survey Description) 660' FSL & 1980' FWL Chaves, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation New Construction Casing Repair Recomplete X Subsequent Report \_\_\_ Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)" 1/9/13 - NDBOP & NUWH. Left 10 pts of tension on pkr (2980'-85'). Ran MIT. Tested 33 min with starting psi of 555#. Lost 10# to 545#. Test is good & was approved by Maxey Brown w/ OCD. Original chart sent to OCD Hobbs & copy to BLM. Connect to injection and started injecting water.

Lisa Hunt

Signature

ACCEPTED FOR REGISSPACE FOR FEDERAL OR STATE OFFICE USE

Approved by S/ DAVID R. GLASS

FEB 0 4 2013

Conditions of approval; if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal and proval of this notice does not warrant or certify that the applicant to conduct operations thereon.

Title

Date

ROSWELL FIBLD OFFICE

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 fraudatem statements or perfections as to any practice within its jurisdiction.

