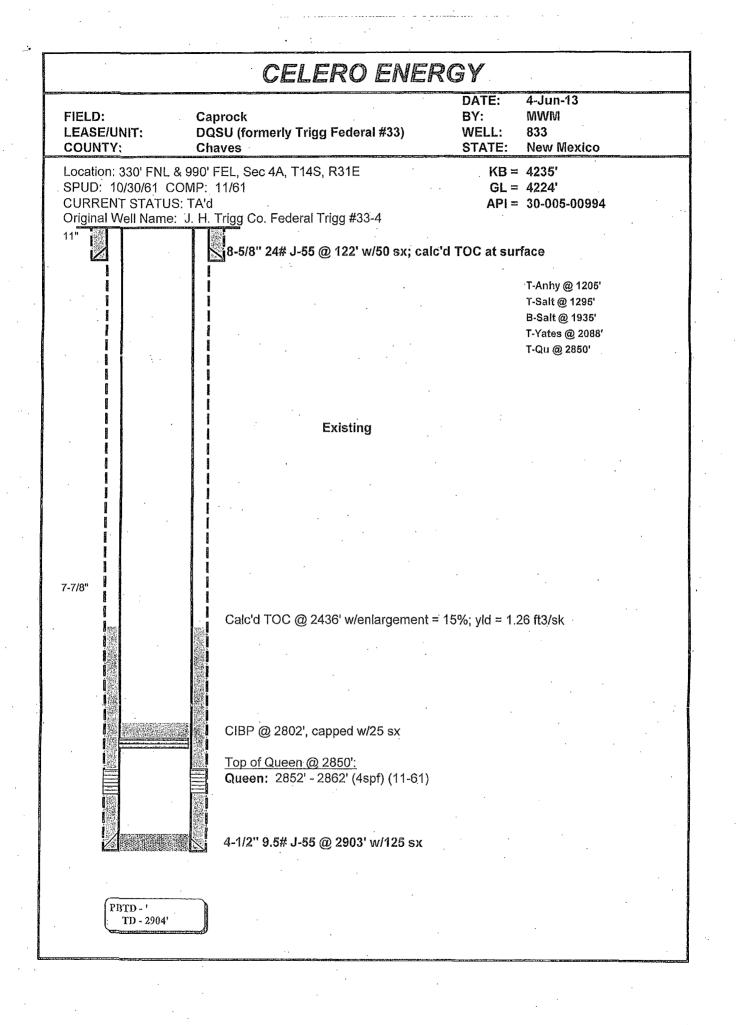
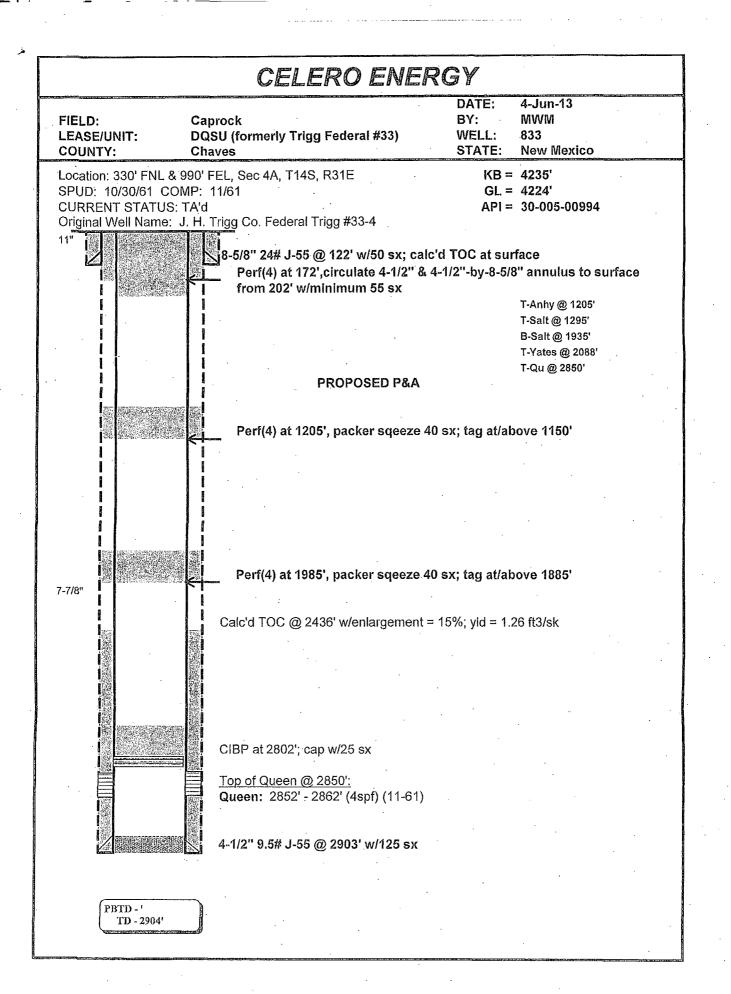
<u>}</u>	HODES COL FORM APPROVED					
Form 3160-5 (March 2012) DEP	UNITED STATES			OMB No. 1004-0137		
BUREAU OF LAND MANAGEMENT				5. Lease Serial No.	+86	
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter abandoned well. Use Form 3160-3 (APD) for such propos			VED	6. If Indian, Allottee or Tr	ibe Name	
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7. If Unit of CA/Agreement, Name and/or No.		
I. Type of Well Gas W			8. Well Name and No. Drickey Queen Sand Unit #833			
2. Name of Operator Celero Energy II, LP		9. API Well No. 30-005-00994				
3a. Address         3b. Phone No. (include area columnation)				10. Field and Pool or Exploratory Area		
400 W. Illinois, Ste. 1601 M	(432)686-1883					
<ul> <li>4. Location of Well (Foolage, Sec., 1., (A) Sec 4, T14S, R31E</li> <li>330 FNL &amp; 990 FEL</li> </ul>	•	11. County or Parish, State Chaves, NM				
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA						
TYPE OF SUBMISSION TYPE OF .						
X Notice of Intent	Acidize	Deepen Fracture Treat		uction (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	New Construction	Reco	mplete	Other	
Final Abandonment Notice		Plug and Abandon Plug Back		oorarily Abandon r 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						
<ol> <li>RIH w/tubing and tag TOC above CIBP, circulate salt mud to 1985' and POOH.</li> <li>RU wireline and perforate (4) at 1985', (4) at 1205', and (4) at 172'. RD wireline.</li> <li>RIH w/packer on workstring and squeeze perfs at 1985' w/40 sx CI C. POOH w/pkr, RBIH w/BP &amp; PS on workstring and tag TOC at/above 1885' after minimum 4 hrs WOC. Circulate salt mud to 1205' and POOH.</li> <li>RIH w/packer on workstring and squeeze perfs at 1205' w/40 sx CI C. POOH w/pkr, RBIH w/BP &amp; PS on workstring and tag TOC at/above 1885' after minimum 4 hrs WOC. Circulate salt mud to 1205' and POOH.</li> <li>RIH w/packer on workstring and squeeze perfs at 1205' w/40 sx CI C. POOH w/pkr, RBIH w/BP &amp; PS on workstring and tag TOC at/above 1105' after minimum 4 hrs WOC. Circulate salt mud to 172'.</li> <li>Raise tubing to 202' and circulate 4-1/2" and 4-1/2"-by-8-5/8" annulus to surface w/minimum 55 sx. POOH w/tubing and top off casing.</li> <li>Remove wellheads, set P&amp;A marker, clean and reclaim location.</li> </ol>						
		·				
		•				
. 14. 1 hereby certify that the foregoing is the	-10			· · · · · ·		
Lisa Hunt			Title Regulatory Analyst			
Signature Auga 9	Date 06/04/2	Date 06/04/2013				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
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 tille to those rights in the subject lease which would entitle the applicant to conduct operations thereon.						
Title 18 U.S.C. Section 100+ 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 expresentations as to any matter station.						
(Instructions on page 2) SEE ATTACHED FOR APPROVED FOR <u>3</u> MONTH PERIOD ON REPORT OF APPROVAL ENDING SEP 0 4 2013 JUL 0 8 2013						





## BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

## Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within **ninety** (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90<sup>th</sup> day provide the BLM Roswell Field Office (RFO), prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.

2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.

4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10 feet in length, 4 feet above the ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. <u>Subsequent Plugging Reporting</u>: Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.** 

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.