

Submit 1 Copy To Appropriate District Office

District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87424  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

**HOBBS OGD CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505  
FEB 20 2014

<b>SUNDRY RECEIVED AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-005-00904 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Injector <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Celero Energy II, LP ✓		6. State Oil & Gas Lease No.
3. Address of Operator 400 W. Illinois, Ste. 1601 Midland, TX 79701		7. Lease Name or Unit Agreement Name Rock Queen Unit ✓
4. Well Location Unit Letter A : 660 feet from the N line and 660 feet from the E line Section 34 Township 13S Range 31E NMPM County Chaves		8. Well Number 98 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4421' GR		9. OGRID Number 247128
		10. Pool name or Wildcat Caprock; Queen

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

2/12/14 - Release packer and TOH w/ tbg and pkr. TIH w/ 92 jts of IPC tbg and Globe Energy's 5 1/2", nickle plated AS1-X pkr with 1.50 "F" profile nipple and O/O tool. Set pkr at 2972', 2940', 2888' & 2716'. Backside continued to flow. Unable to get a seal between tbg & csg. TOH w/ tbg and packer. Ran 5 1/2" N.P. AS1-X pkr with 1.50 "F" profile nipple & O/O tool w/ 91 jts of 2 3/8" IPC tbg. Found hole in 46 th jt from surf in middle of tbg stand. (10' from pin end). Set packer at 2940' and test tbg-csg annulus w/ 500# for 10 mins. Held okay. Release pkr & left swinging.

2/13/14 - Lwr tbg 1 jt for a total of 92 jts of IPC regular tbg w/ Globe Energy's 5 1/2" N.P. AS1-X pkr w/ 1.50 "F" profile nipple and on/off tool. Set pkr from 2966' to 2976' w/ 15 pts of tension. Release from on/off tool & circ hole w/ pkr fluid. NDBOP & NUWH & install 2 3/8" AI-Br full opening tubing valve. Ran MIT for 31 mins. Start pressure: 520# and ending pressure: 540#. Copy of chart is attached. Tie WH to inj line for water injection.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE:

*Lisa Hunt*

TITLE Regulatory Analyst

DATE 02/18/2013

Type or print name Lisa Hunt

E-mail address: lhunt@celeroenergy.com

PHONE: (432)686-1883

For State Use Only

APPROVED BY:

*Mary Brown*

TITLE

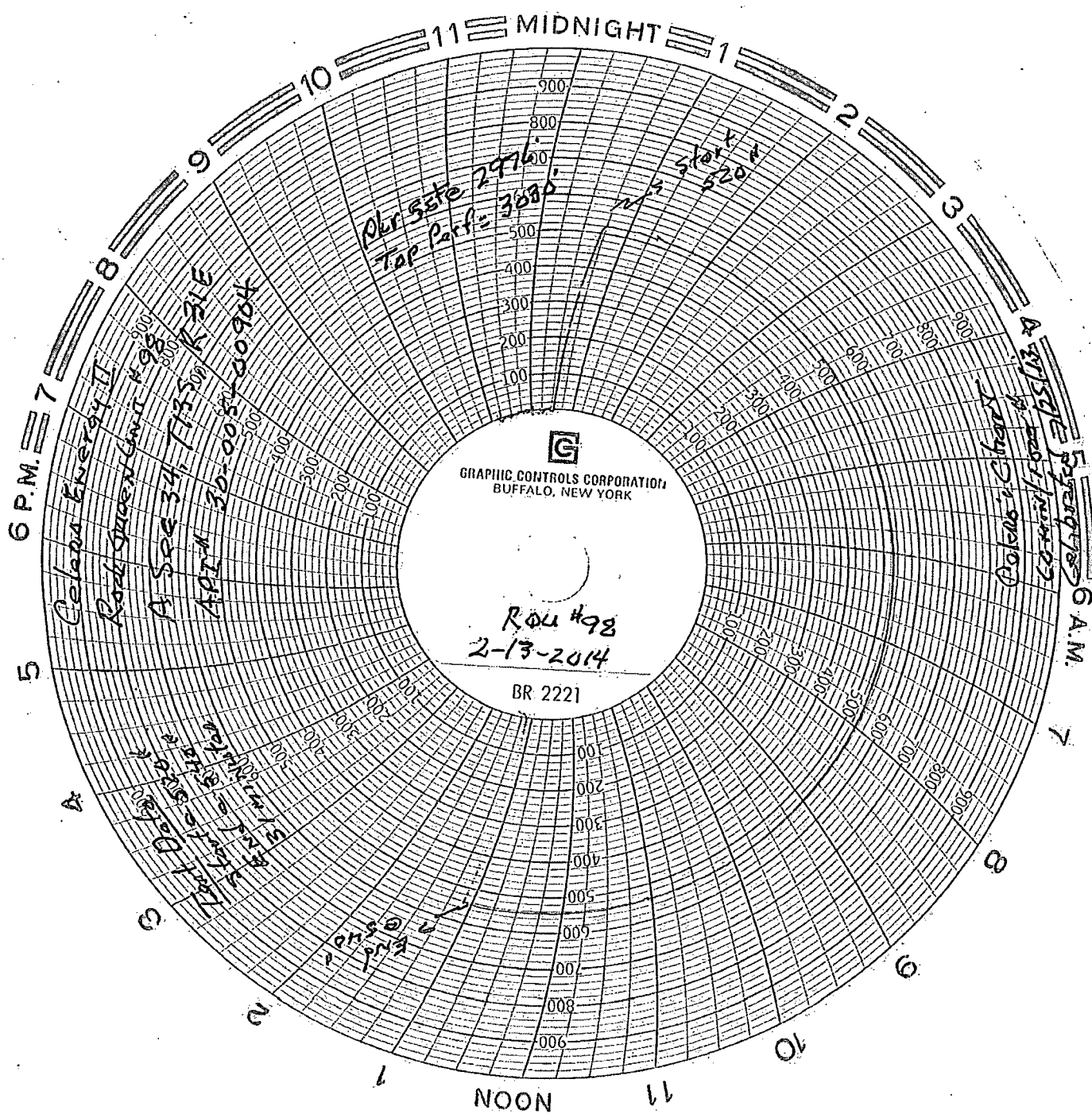
*Compliance Officer*

DATE

*2/24/2014*

Conditions of Approval (if any):

FEB 24 2014



19