

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

**APPLICATION OF CELERO ENERGY II, LP  
TO EXPAND THE WATERLOOD PROJECT  
AND TERTIARY RECOVERY PROJECT FOR  
THE ROCK QUEEN UNIT, AND TO QUALIFY  
THE EXPANDED PROJECT FOR THE  
RECOVERED OIL TAX RATE, CHAVES AND  
LEA COUNTIES, NEW MEXICO.**

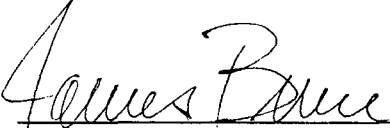
**Case No. 14942**

**AFFIDAVIT OF NOTICE**

COUNTY OF SANTA FE    )  
                                      ) ss.  
STATE OF NEW MEXICO    )

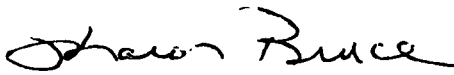
James Bruce, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Celero Energy II, LP.
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the surface owners and offset interest owners entitled to receive notice of the application filed herein.
4. Notice of the application was provided to the interest owners, at their correct addresses, by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibit A.
5. Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.9 and 19.15.4.12.C.

  
James Bruce

SUBSCRIBED AND SWORN TO before me this 12<sup>th</sup> day of December, 2012 by  
James Bruce.

My Commission Expires: 3/14/13

  
Notary Public

Oil Conservation Division  
Case No. 9  
Exhibit No. 2

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

November 21, 2012

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application to expand the enhanced recovery project for the Rock Queen Unit, filed with the New Mexico Oil Conservation Division by Celero Energy II, LP.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, December 13, 2012, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but an interest owner who may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting this matter at a later date.

A party appearing in a Division case is required to file a Pre-Hearing Statement no later than Thursday, December 6, 2012. This statement must be filed with the Division's Santa Fe office at the above address, and with the undersigned, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing.

Very truly yours,

  
James Bruce

Attorney for Celero Energy II, LP

cc: Oil Conservation Division (Hobbs Office) w/encl.

EXHIBIT A

EXHIBIT A

John Owen  
2282 Highway 15  
Rayville, LA 71269

Robert Owen  
3535 Gillespie St., Apt. 303  
Dallas, TX 75219

Circle Ridge Production Inc.  
300 East Northside Dr.  
Fort Worth, TX 76164  
Attn: Mr. Doug Friedel

Manforth Production Co., Inc.  
PO Box 508  
Locust Valley, NY 11560  
Attn: Mr. Theodore N. Danforth

Oil, Gas and Minerals Division  
Commissioner of Public Lands  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

Wesley Ingram  
Bureau of Land Management  
620 East Greene  
Carlsbad, New Mexico 88220

7008 1140 0003 5883 3621

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**OFFICIAL USE**  
 SANTA FE NM 87501

Postage	\$ 1.10	0500
Certified Fee	\$2.95	16
Return Receipt Fee (Endorsement Required)	\$2.35	
Restricted Delivery Fee (Endorsement Required)	\$0.00	
Total Postage & Fees	\$ 6.40	



Sent To: Oil, Gas and Minerals Division  
 Commissioner of Public Lands  
 Street, Apt. No. or PO Box No. 310 Old Santa Fe Trail  
 City, State, ZIP+4 Santa Fe, New Mexico 87501

PS Form 3800, August 2006

See Reverse for Instructions

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Manforth Production Co., Inc.  
 PO Box 508  
 Locust Valley, NY 11560

2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3621

PS Form 3811, February 2004

Domestic Return Receipt

*Claro RCU*

102595-02-M-1540

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X *[Signature]*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes  
 If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
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1. Article Addressed to:

Oil, Gas and Minerals Division  
 Commissioner of Public Lands  
 310 Old Santa Fe Trail  
 Santa Fe, New Mexico 87501

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X *[Signature]*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes  
 If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3614

PS Form 3811, February 2004

Domestic Return Receipt

*Claro RCU*

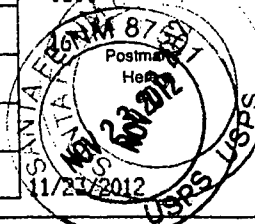
102595-02-M-1540

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**OFFICIAL USE**  
 LOCUST VALLEY NY 11560

Postage	\$ 1.10	0500
Certified Fee	\$2.95	
Return Receipt Fee (Endorsement Required)	\$2.35	
Restricted Delivery Fee (Endorsement Required)	\$0.00	
Total Postage & Fees	\$ 6.40	



Sent To: Manforth Production Co., Inc.  
 Street, Apt. No., or PO Box No. PO Box 508  
 City, State, ZIP+4 Locust Valley, NY 11560

PS Form 3800, August 2006

See Reverse for Instructions

7008 1140 0003 5883 3621

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

Circle Ridge Production Inc.  
300 East Northside Dr.  
Fort Worth, TX 76164

## 2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3638

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

*[Signature]*

- ☐ Agent  
☐ Addressee

## B. Received by (Printed Name)

*Robert M. Bracy*

## C. Date of Delivery

*11/26/12*

- D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

- ☒ Certified Mail ☐ Express Mail  
☐ Registered ☐ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

## 4. Restricted Delivery? (Extra Fee)

- ☐ Yes

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Postage	\$ 1.10	0500
Certified Fee	\$2.95	
Return Receipt Fee (Endorsement Required)	\$2.35	
Restricted Delivery Fee (Endorsement Required)	\$0.00	
Total Postage & Fees	\$ 6.40	

## Sent To

John Owen  
2282 Highway 15  
Rayville, LA 71269

Street, Apt. No.,  
or PO Box No.

City, State, ZIP+4

PS Form 3800, August 2006

See Reverse for Instructions

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OFFICIAL USE

Postage	\$ 1.10	0500
Certified Fee	\$2.95	
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Restricted Delivery Fee (Endorsement Required)	\$0.00	
Total Postage & Fees	\$ 6.40	

## Sent To

Circle Ridge Production Inc.  
300 East Northside Dr.  
Fort Worth, TX 76164

Street, Apt. No.,  
or PO Box No.

City, State, ZIP+4

PS Form 3800, August 2006

See Reverse for Instructions

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- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

John Owen  
2282 Highway 15  
Rayville, LA 71269

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

*[Signature]*

- ☐ Agent  
☒ Addressee

## B. Received by (Printed Name)

*Anne T. Owen*

## C. Date of Delivery

*11/26*

- D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

- ☒ Certified Mail ☐ Express Mail  
☐ Registered ☐ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

## 4. Restricted Delivery? (Extra Fee)

- ☐ Yes

## 2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3652

PS Form 3811, February 2004

Domestic Return Receipt

*Circle Ridge*

102595-02-M-1540

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Robert Owen  
3535 Gillespie St., Apt. 303  
Dallas, TX 75219

2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3645

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

U.S. Postal Service™

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CARLSBAD NM 88220

Postage \$ \$0.65

Certified Fee \$2.95

Return Receipt Fee (Endorsement Required) \$2.35

Restricted Delivery Fee (Endorsement Required) \$0.00

Total Postage &amp; Fees \$ \$5.95

Sent To

Bureau of Land Management

Street, Apt. No., or PO Box No. 620 East Greene

City, State, ZIP+4 Carlsbad, New Mexico 88220

PS Form 3800, August 2006

See Reverse for Instructions

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Bureau of Land Management  
620 East Greene  
Carlsbad, New Mexico 88220

2. Article Number

(Transfer from service label)

7008 1140 0003 5883 3669

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Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes