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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 14612 ORDER NO. R-13387-A Nunc Pro Tunc

APPLICATION OF CELERO ENERGY II, LP FOR APPROVAL OF A COOPERATIVE WATERFLOOD PROJECT, AND TO QUALIFY THE PROJECT FOR THE RECOVERED OIL TAX RATE, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on March 31, 2011, at Santa Fe, New Mexico, before Examiner Terry Warnell.

On May 5, 2011, the Division Director issued Order No. R-13387 in this case.

NOW, on this 18th day of May, 2011, the Division Director

FINDS THAT:

1. Order No. R-13387 contains a clerical error, in that the injection tubing size was inadvertently shown as 2 3/8 inch when in fact the C-108 clearly shows 4 1/2 inch.

IT IS THEREFORE ORDERED THAT:

- 1. Ordering Paragraph 4 of Order No. R-13387, issued in Case No. 14612 on May 5, 2011, is hereby amended, *nunc pro tunc*, effective as of May 5, 2011, to read:
 - 4. Injection into the W.T. Mann A Well No. 2 and T.D. Pope 36 Well No. 10 shall be accomplished through 4 1/2 inch plastic-lined tubing installed in a packer located within 100 feet of the uppermost injection perforations. The casing-tubing annulus in each well shall be filled with an inert fluid and a gauge or approved

leak-detection device shall be attached to the annulus in order to determine leakage in the casing, tubing, or packer.

- In all other respects Order No. R-13387 shall remain in full force and effect as originally written.
- Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

SEAL

JAMI BAILEY

Director