

New Mexico Oil Conservation Division, District 1

1625 N. French Drive Hobbs, NM 88240

Form 3160-5
(August 2007)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

JUL 20 2011

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Celero Energy II, LP

3a. Address

400 W. Illinois, Ste. 1601 Midland TX 79701

3b. Phone No. (include area code)

(432)686-1883

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FSL & 660' FWL
(M) Sec 10, T14S, R31E

5. Lease Serial No.

LC-070337

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.

Drickey Queen Sand Unit #37

9. API Well No.

30-005-01034

10. Field and Pool or Exploratory Area

Caprock; Queen

11. Country 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 ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Attempt to
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	convert to
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	injection

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 recompleat 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 recompleat 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.)

6/16 - 6/21/11 MIRU. POOH w/ rods. NDWH & NUBOP. Pulled 90 jts of 2 7/8" 6.5# J-55, working bbl, perf sub w/ bull plug. PU 4 3/4" bit, BS, 4- 3 1/2" DC's, x-over, 5 jts 2 7/8" WS. TIH w/ 88 jts of 2 7/8" WS & tag @ 2832'. Wash & ream from 2832'-2860'. Pumped 80 BPW. Hole would not circ. PU 5 1/2" csg scraper & TIH w/ 91 jts of 2 7/8" WS to 2821'. TOH w/ scraper. TIH w/ 90 jts of 2 7/8" tbg & set @ 2799'. Did not test. Moved up 1 jt to 2768'. Did not test. Pumped 5 bbls min for 5 min @ 500#. Unseat pkr & move up to 2588'. Did not test. Unseat pkr & TOH. PU 5 1/2" pkr & TIH to 505'. Set pkr & test. No test. Unseat & move pkr up to 443'. No test. Unseat & move pkr up to 250'. No test. BOP leaking. Unseat & move pkr up to 121'. Csg would not test. Unseat & TOH w/ pkr. Run CIL. PU 5 1/2" RBP. TIH to 2640'. Set RBP & TOH. Load hole w/ 22 BPW. Run CBL. Latch onto RBP. Unseat RBP & TOH. RD. Prepare to send sundry to P&A.

DAVID R. GLASS

MSS-OCB 7/21/2011

14. I hereby certify that the foregoing is true and correct: Name (Printed/Typed)

Lisa Hunt

Title Regulatory Analyst

Signature

Lisa Hunt

Date 06/28/2011

ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

Title

Date

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and 1003, 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 representations or to attempt to do so.

(Instructions on page 2)