

Submit 1 Copy To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
October 13, 2009

HOBBBS OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

NOV 16 2011

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS (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. 30-025-05229 ✓
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input 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 State T Devonian ✓
4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Section <u>2</u> Township <u>15S</u> Range <u>37E</u> NMPM County <u>Lea</u>		8. Well Number <u>4</u> ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3798' GL		9. OGRID Number 247128 ✓
		10. Pool name or Wildcat Denton; Devonian

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: TA <input checked="" type="checkbox"/>	

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.

10/31/11 - RIH w/ 358 jts of 2 7/8" tbg, pull 40 pts into CIBP & set @ 11,600', LD 1 jt of tbg. Break circ w/ 140 BFW, pump 100 bbls of salt mud, displace w/ 48 BFW. POH LD 65 jts of 2 7/8" tbg to 9500'.

11/1/11 - Circ rest of 7" csg w/ 390 bbls of inhibited fresh wtr. sub, setting tool.

11/2/11 - RU WL & dump bailer, tag CIBP @ 11,630' by WL, make 2 runs w/ bailer leaving 35' of cmt on top of CIBP. RIH w/ 7" CIBP & set @ 9500'.

11/3/11 - RU WL & dump bailer leaving 35' of cmt on top of CIBP @ 9500'. RIH w/ 82 jts of 2 7/8 7.90# PH-6 tbg. NDBOP, ND seaboard WH, NU B1 hanger flange. RD. Top off csg w/ 20 bbls inhibited fresh wtr. Run MIT. Test for 30 mins from 545# to 520#. Test is good. Original chart is attached. Well is now TA'd for 3 years.

This Approval of Temporary  
Abandonment Expires 11-8-2014

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 11/14/2011

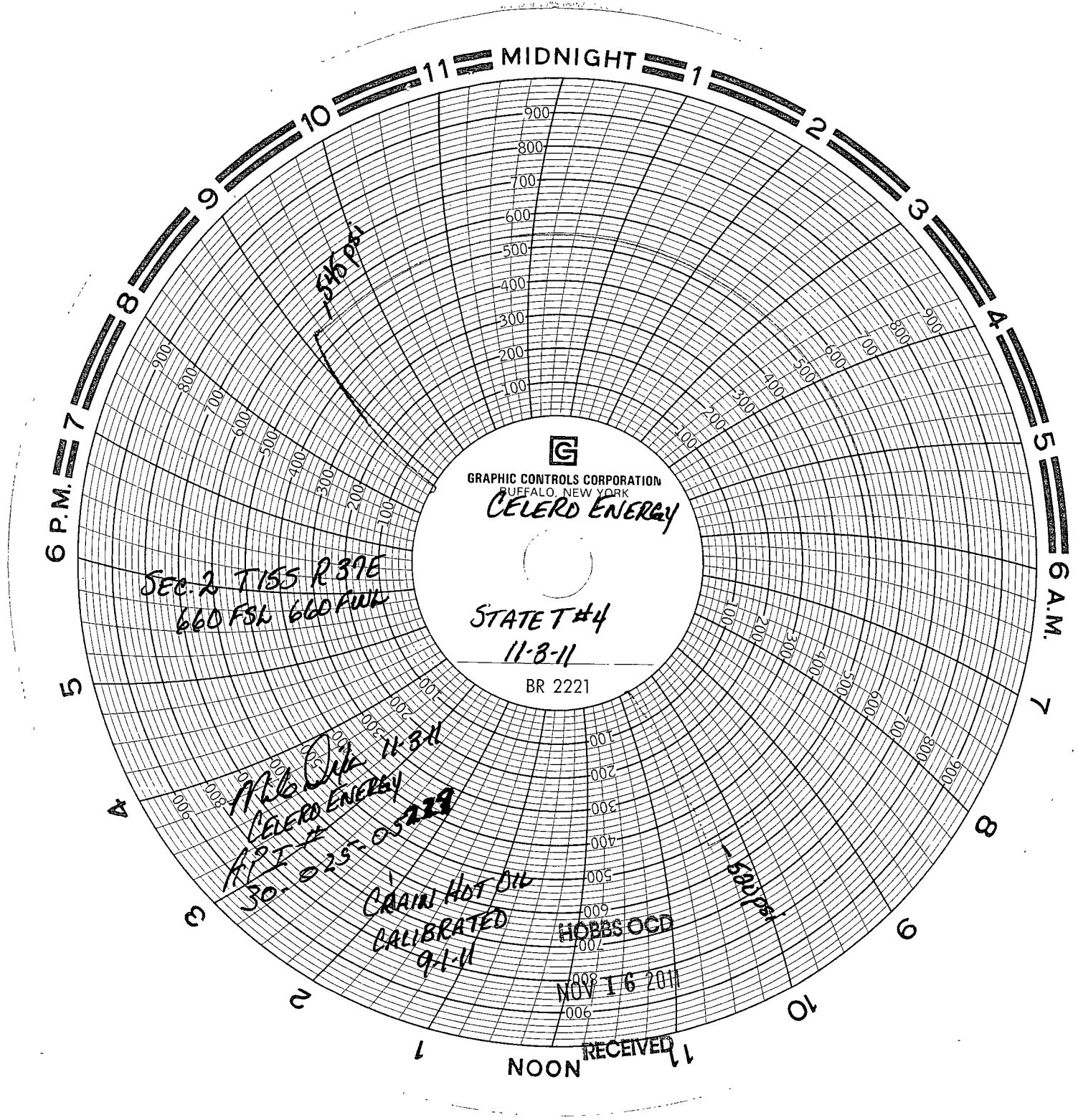
Type or print name Lisa Hunt E-mail address: lhunt@celeroenergy.com PHONE: (432)686-1883

For State Use Only

APPROVED BY [Signature] TITLE STAFF NGR DATE 11-17-2011

Conditions of Approval (if any):

NOV 17 2011



GRAPHIC CONTROLS CORPORATION  
BUFFALO, NEW YORK

**CELERO ENERGY**

**STATE T #4**

**11-8-11**

**BR 2221**

**SEC. 2 TISS R 37E  
660 FSL 660 FWH**

**M6 Data 11-8-11  
CELERO ENERGY  
RPI #  
30-025-05229**

**CRANK HOT OIL  
CALIBRATED  
9-1-11**

**HOBBS OGD**

**NOV 16 2011**

**RECEIVED**

**NOON**