

New Mexico Oil Conservation Division, District I

Form 3160-3
(August 2007)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT1625 N. French Drive
Hobbs, NM 88240FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

JAN 27 2012

SUDDRY 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)

2310' FSL & 990' FEL

(I) Sec 21, T14S, R31E

5. Lease Serial No.

LC 060821a

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

West Cap Queen Sand Unit # 23

9. API Well No.

30-005-01120

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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.)

12/14 - 12/19/11

MIRU. Install 7" WH. NUBOP. PU 6 1/8" varel type bit & scraper. TIH, excessive paraffin @ 12'. TOH to clean scraper. TIH & worked down past 40', hole cleared. Worked pipe & TIH w/ 94 jts 2 7/8" WS. Tag @ 2941'. Loaded hole w/ 10#, 65 BPW & circ. TOH w/ bit & scraper. TIH w/ AS1-X pkr & 93 jts 2 7/8" WS to 2900'. Set pkr, tested csg to 500# for min, held ok. Released pkr. TOH, TIH w/ 7" CIBP & 93 jts to 2900' & set CIBP. TIH w/ pkr & 91 jts to 2842'. Left pkr swinging, tied onto tbg w/ rev pump, displaced w/ 63 bbls pkr fluid, set pkr. Tested plug to 500#, lost 120# in 5 min. Tested csg 500#, held ok. Released pkr, ran 1 jt, re-set pkr @ 2874'. Test down tbg, ok. Test csg 500#, ok. Released pkr, TOH, LD 92 jts 2 7/8" WS & pkr. Made 2 cmt bailer runs, dumped 36' cmt on top of CIBP, TOC @ 2865'. Test csg to 500# for 30 min, held ok. Bled well down, NDBOP, TIH 1 jt 2 3/8" w/ 2" valve, NUWH. Ran 30 min chart, tested ok. Ran MIT. Test for 30 min w/ pressures from 525# to 520#. Held ok. BLM was notified for test but was not present however, showed up later & checked chart & said it was good. Original chart attached for BLM. Well is now TA'd.

APPROVED FOR 6 MONTH PERIOD
ENDING JUN 19 2012

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

Lisa Hunt

Title Regulatory Analyst

Signature

Lisa Hunt

Date 12/22/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

PETROLEUM ENGINEER

Date

JAN 18 2012

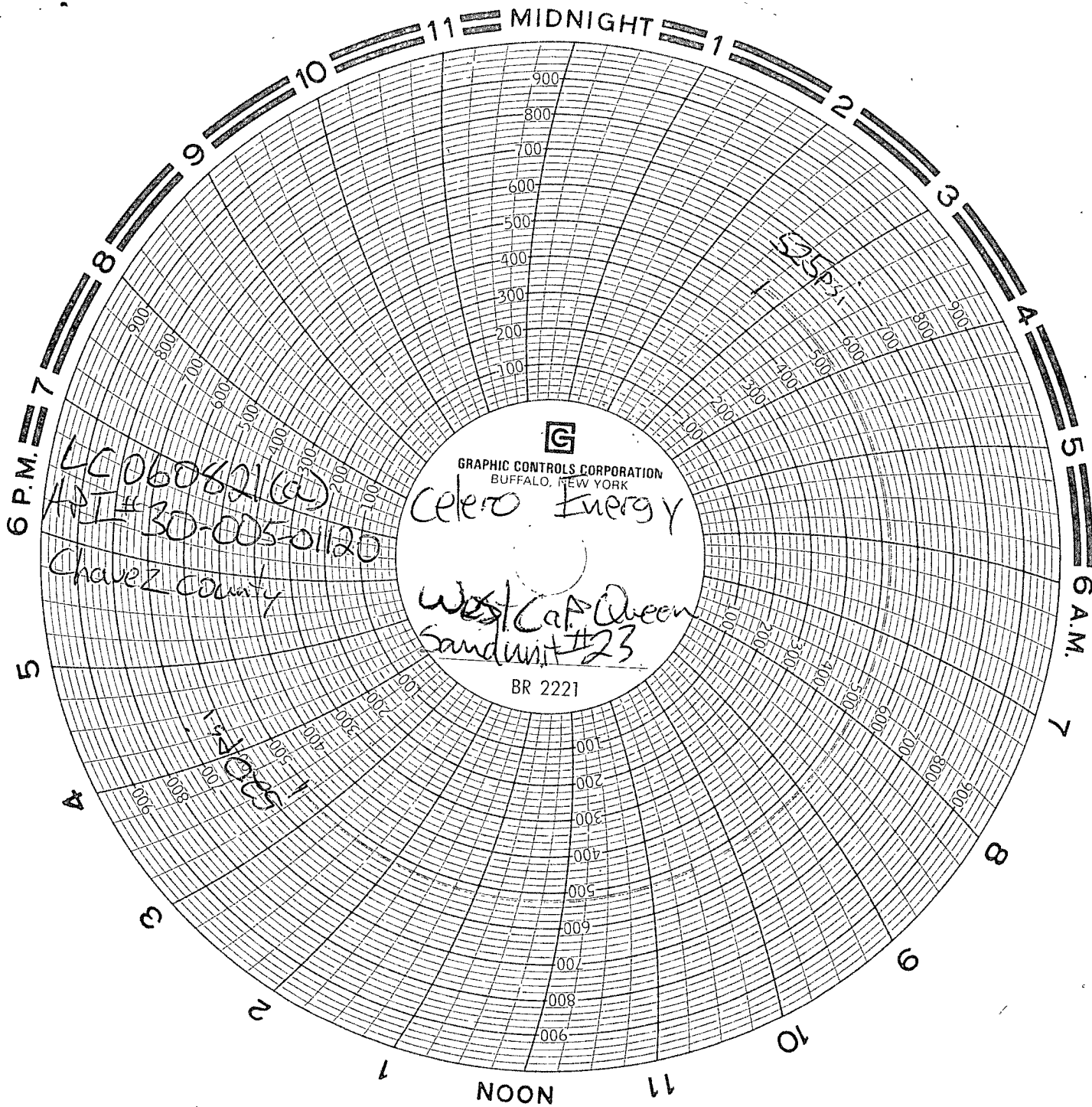
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. 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 as to any matter within its jurisdiction.

(Instructions on page 2)

JAN 31 2012



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