

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division, District 1
1625 N. French Drive
Hobbs, NM 88240
HOBBS OGD

FORM APPROVED
OMB No 1004-0137
Expires: July 31, 2010

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.

MAY 23 2012

SUBMIT IN TRIPLICATE - Other instructions on page 2.

RECEIVED

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <u>Inj</u>		5. Lease Serial No. LC-062486
2. Name of Operator Celero Energy II, LP		6. If Indian, Allottee or Tribe Name
3a. Address 400 W. Illinois, Ste. 1601 Midland TX 79701	3b. Phone No. (include area code) (432)686-1883	7. If Unit of CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T, R, M., or Survey Description) UL: H, Sec 5, T14S, R31E 1989' FNL & 330' FEL		8. Well Name and No. Drickey Queen Sand Unit #835
		9. API Well No. 30-005-00996
		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 checked="" type="checkbox"/> Plug and Abandon	<input 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.)

4/26/12 - PUMP 40 SX CL "C" CMT @ 2685'. WOC 4 HRS. TAG @ 2145'. CIRC MUD TO 1900'.

4/27/12 - PERF 6 SPF @ 1920'. COULD NOT PUMP INTO PERFS. LWR TBG TO 1986'. PUMP 40 SKS CL "C" CMT. WOC 4 HRS. TAG @ 1547'. CIRC MUD TO 1000'. PERF 6 SPF @ 1027'. PUMP 40 SKS CL "C" CMT. WOC.

4/30/12 - TAG @ 818'. CIRC MUD TO SURF. PERF 6 SPF @ 157'. TIH OE TO 220', ESTB CIRC ON 8 5/8" X 5 1/2" ANNULUS. PUMP 87 SKS CL "C" CMT AND FILL 8 5/8" X 4 1/2" AND 4 1/2" TO SURFACE.

5/7/12 - SET P&A MARKER & RECLAIM LOCATION.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Lisa Hunt		Title Regulatory Analyst
Signature <u>Lisa Hunt</u>		Date 05/08/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /S/ DAVID R. GLASS	Title PETROLEUM ENGINEER	Date MAY 14 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 ROS WELL FIELD 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.

APPROVED AS TO PLUGGING OF THIS
WELL BY BUREAU OF LAND MANAGEMENT
IS RETAINED UNTIL SURFACE RESTORATION
IS COMPLETED

APPROVED FOR 6 MONTH PERIOD
ENDING NOV 07 2012