

1625 N. French Drive

Hobbs, NM 88240
HOBBS OGDFORM APPROVED
OMB No. 1004-0137
Expires, October 31, 2014Form 3160-5
(March 2012)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**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.JUL 03 2012
RECEIVED

5. Lease Serial No.

NM 03210

6. If Indian, Allottee or Tribe Name

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

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

8. Well Name and No.

West Cap Queen Sand Unit #1

9. API Well No.

30-005-01093

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

660' FNL & 660' FEL

(A) Sec 17, T14S, R31E

10. Field and Pool or Exploratory Area

Caprock; Queen

11. County 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.)

5/21/12 - NDWH. NUBOP. TIH TO 2651'. LOAD HOLE & CIRC MUD TO 1940'. TOH. SHOOT 4 SPF @ 1940'.

5/22/12 - PU AD-1 PKR & TIH TO 1669'. AS PER BLM LWRD TBG TO 2017'. PUMP 40 SX CL "C". DISP W/ 5 BBLS MUD.

5/23/12 - TIH W/ PS & BP, TAG @ 1573', CIRC MUD TO 1015'. TOH W/ PS & BP. SHOOT 6 SPF @ 1015'. TIH W/ AD-1 PKR TO 727'. SQZ 40 SX CL "C". DISP W/ 4.5 BBLS. WOC. UNSET PKR, TIH & TAG @ 831'. CIRC MUD TO SURF & TOH. SHOOT 6 SPF @ 225'. TIH W/ TBG TO 284'. ESTB CIRC ON 8 5/8" X 5 1/2" ANNULUS. PUMP 140 SX CL "C". LOST RTNS ON 8 5/8" X 5 1/2", CEASED PUMPING. RELEASED PSI & TOH W/TBG CLOSE BOP & PUMP 6 SX DOWN 5 1/2" CSG. WOC.

5/24/12 - REMOVED RISER ON 8 5/8" & IT WAS FULL OF CMT. PU 1 JT TBG. RIH & TAG 2' BELOW BOP. NOTIFIED ROBERT HOSKINS W/ BLM. NDBOP & NUWH. SET MARKER & RE-CLAIM LOCATION. WELL NOW P&A'D.

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

Lisa Hunt

Title Regulatory Analyst

Signature

Date 05/31/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

Title

PETROLEUM ENGINEER

Date

JUN 29 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. M&B/OGD 7/5/2012

Office

ROOSEVELT 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.

(Instructions on page 2)

APPROVED FOR 6 MONTH PERIOD
ENDING NOV 24 2012

APPROVED AS TO PLUGGING OF THIS
WELL BORE. LIABILITY UNDER BOND
IS RETAINED UNTIL SURFACE RESTORATION
IS COMPLETED