

New Mexico Oil Conservation Division, District I

1625 N. French Drive

Hobbs, NM 88349

Form 3160-5
(March 2012)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No 1004-0137
Expires: October 31, 2014

JUL 11 2012

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.5. Lease Serial No
NM-080123

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well☐ Gas Well☒ Other

Inject

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)

UL: H, Sec 21, T14S, R31E
2150' FNL & 974' FEL

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

8. Well Name and No.

West Cap Queen Sand Unit # 22

9. API Well No.

30-005-10104

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 checked="" 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 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 <u>Expand</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>location</u>
	<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.)

1. Celero proposes to expand the location to the North by roughly 15'.

2. Proposed expansion is necessary to allow water transports to turn around on the location.

3. Approximately 100 cubic yards of sand, dirt & rock will be moved from the North side of the location & stored @ the West Cap Queen Sand Unit #21 location approximately 1800' West of the #22.

4. If it is necessary to LD caliche, the caliche will likely be hauled from the WCQSU #1 & #2 (recently P&A'd), #14 & #19 (to be P&A'd) or the Drickey Queen Sand Unit #821 (P&A'd). All wells except the WCQSU #14 & #19 are on Federal lands. Any calich which is used will be removed & replaced with the sand, dirt & rock previously removed.

5. Field contact: Mr. Evan Wauhob @ 432-813-5439.

Please see attached map

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

Lisa Hunt

Title Regulatory Analyst

Signature

Date 06/01/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Beth Skages

Environmental

Protection Specialist

Date

2 July 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

Roswell 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)

CELERO ENERGY II

WEST CAP QUEEN
SAND UNIT (WCQSU) #22

2150 FNL + 974 FEL (UNIT H)
SECTION 21 T14S R-31E
CHAVES, N.M.

LOCATION SCHEMATIC
NOT TO SCALE

