

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**RECEIVED**  
**REGULATORY 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.		5 Lease Serial No. NM-03927
1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		6 If Indian, Allottee or Tribe Name
2 Name of Operator Celero Energy II, LP		7 If Unit of CA/Agreement, Name and/or No Drickey Queen Sand Unit
3a Address 400 W. Illinois, Ste. 1601, Midland TX 79701		8 Well Name and No. Drickey Queen Sand Unit #15
3b. Phone No. (include area code) (432)686-1883		9. API Well No. 30-005-00896
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 660' FEL UL: P, Sec 33, T13S, 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.)

6/19/12 - TIH OE TO 2753'. PUMP 50 SX CLASS "C" CMT. DISPLACE W/ 9 BBLS. WOC.

6/20/12 - TIH & TAG @ 2785'. PUMP 50 SX CL "C". WOC. TIH W/ PS & BP & TAG @ SAME SPOT. PUMP 20 BBLS 25# PER BBL LCM PILL. TOH 10 STDS & WOP. PUMP 50 SX CL "C". DISP W/ 6 BBLS. WOC.

6/21/12 - TIH & TAG @ 2760'. TIH TO 2688', LEAD W/ 10 BBLS MUD & CMT W/ 50 SX CL "C". DISP W/ 6 BBLS. WOC. TIH & TAG @ 2740'. PUMP 50 SX CL "C". DISP W/ 6 BBLS.

6/22/12 - TIH & TAG @ 2592'. PUMP 40 SX CL "C". DISP W/ 8 BBLS. TOH & WOC.

6/25/12 - TIH & TAG @ 2368'. CIRC MUD TO 1965' & TOH. SHOOT 6 SPF @ 1965'. P/U 5 1/2" PKR & TIH TO 1706'. LOAD HOLE & PRESSURE UP TO 2000#, COULD NOT PUMP INTO PERFS. LWR TBG TO 2021'. PUMP 40 SX CL "C". DISP W/ 6 BBLS. TOH & WOC. TIH & TAG @ 1691'. CIRC MUD TO 1315' & TOH. SHOOT 6 SPF @ 1315'.

\* Continued on attached sheet

**APPROVED FOR 6 MONTH PERIOD**  
**ENDING DEC 29 2012**

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

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Lisa Hunt		Title Regulatory Analyst
Signature <i>Lisa Hunt</i>		Date 07/09/2012

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <b>/S/ DAVID R. GLASS</b>	Title <b>PETROLEUM ENGINEER</b>	Date <b>JUL 10 2012</b>
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. <i>6/18/2012</i>		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

**DRICKEY QUEEN SAND UNIT #15 – SUNDRY CONTINUED**

**6/26/12** - P/U 5 1/2" AD-1 PKR. TIH TO 1009', LOAD HOLE, SET PKR & ESTB INJ RATE OF 1.5 BPM @ 450#. SQZ 40 SX CL "C", DISP W/ 6 BBLS MUD. WOC. TOH W/ PKR & TIH W/ PS & BP, TAG @ 1136'. CIRC MUD TO SURF.

**6/27/12** - SHOOT 6 SPF @ 216'. TIH W/ OE TBG TO 281', STARTED TO CIRC 8 5/8" X 5 1/2" BUT LOST CIRC. TOH. SET PKR, SQZ 40 SX CL "C". DISP W/ 2 BBLS. WOC. TIH W/ TBG & TAG @ 155'.

**6/28/12** - SHOOT 4 SPF @ 90'. TIH W/ TBG TO 123' & ESTB CIRC ON 8 5/8" X 5 1/2". PUMP 85 SX CL "C". FILL 8 5/8" X 5 1/2" & 5 1/2" CSG TO SURF. LD TBG. NDBOP & TOP OFF 5 1/2" CSG.

**6/29/12** - SET MARKER & RECLAIM LOCATION. WELL NOW P&A'D.