

District I
1625 N French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised August 1, 2011

Permit

HOBBS OCD
SEP 20 2012

*
Amended

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Celero Energy II, LP 400 W. Illinois, Ste. 1601 Midland, TX 79701		² OGRID Number 247128
		³ API Number 005-00540
⁴ Property Code 39497	⁵ Property Name State 36	⁶ Well No 1

⁷ Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
G	36	12S	31E		1980	N	1980	E	Chaves

⁸ Pool Information

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Additional Well Information

⁹ Work Type E	¹⁰ Well Type O	¹¹ Cable/Rotary R	¹² Lease Type S	¹³ Ground Level Elevation 4396'
¹⁴ Multiple No	¹⁵ Proposed Depth 3025'	¹⁶ Formation Queen	¹⁷ Contractor Unassigned	¹⁸ Spud Date 09/30/2012
Depth to Ground water 200' Est		Distance from nearest fresh water well		Distance to nearest surface water

¹⁹ Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/lb	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11"	8 5/8"	25#	248'	125 sx	Surf - Calc'd
Prod	7 7/8"	5 1/2"	14#	2962'	600 sx	680' (TS)

Casing/Cement Program: Additional Comments **Permit Expires 2 Years From Approval**

Well sketch, well history & re-entry procedure attached. H2S Contingency Plan on file.

Date Unless Drilling Underway
Re-Entry

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Manual	3000	1000 psi	Unassigned

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

I further certify that the drilling pit will be constructed according to NMOCD guidelines ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Lisa Hunt

Printed name: Lisa Hunt

Title: Regulatory Analyst

E-mail Address: lhunt@celeroenergy.com

Date: 09/18/2012

Phone: (432)686-1883

OIL CONSERVATION DIVISION

Approved By:

[Signature]

Title: Petroleum Engineer

Approved Date:

Expiration Date:

OCT 03 2012

Conditions of Approval Attached

OCT 03 2012

dm

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

HOBBS OCD

SEP 20 2012

RECEIVED

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Form C-102

Revised August 1, 2011

Submit one copy to appropriate

District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-005-00540	² Pool Code 8559	³ Pool Name Caprock; Queen
⁴ Property Code 39497	⁵ Property Name State 36	⁶ Well Number 1
⁷ OGRID No. 247128	⁸ Operator Name Celero Energy II, LP	⁹ Elevation 4396'

¹⁰ Surface Location

UL or lot no. G	Section 36	Township 12S	Range 31E	Lot Idn	Feet from the 1980	North/South line N	Feet from the 1980	East/West line E	County Chaves
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

¹⁶	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature: Lisa Hunt Date: 9/18/12 Printed Name: Lisa Hunt E-mail Address: lhunt@celeroenergy.com
	¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey: Signature and Seal of Professional Surveyor:
	Certificate Number: