| Submit 3 Copies To Appropriate District Office                             | State of New Mexico                    |                       | Form C-103                      |                                  |
|--|--|-----------------------|---------------------------------|----------------------------------|
| District I   | Energy, Minerals and Natural Resources |                       | May 27, 2004                    |                                  |
| 1625 N. French Dr., Hobbs, NM 88240  |  |                       | WELL API NO.                    |                                  |
| District II 1301 W. Grand Ave. Artesia, NM 88210 OIL CONSERVATION DIVISION |  | 30-025-25953          |                                 |                                  |
| District III   | 301 W. Claud Ave., Adesia, 199 00210   |                       | 5. Indicate Type of             |                                  |
| 1000 Dio Brazos Dd. Aztes, NM 97410  |  |                       | ✓ FEE □                         |                                  |
| District IV Santa Fe, NM 87505   |  | 6. State Oil & Ga     | s Lease No.                     |                                  |
| 1220 S. St. Francis Dr., Santa Fe, NM<br>87505                             |  | 3002                  |                                 |                                  |
|  | ES AND REPORTS ON WELLS                |                       | 7 Lease Name or                 | Unit Agreement Name              |
| (DO NOT USE THIS FORM FOR PROPOSAL   | LS TO DRILL OR TO DEEPEN OR PLU        | JG BACK TO A          |                                 | on or ignormanic round           |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH    |  |                       | New Mexico C V                  | State                            |
| PROPOSALS.)  1. Type of Well: Oil Well                                     |  |                       | 8. Well Number 1                |                                  |
|  | 2. Name of Operator                    |                       |                                 | ~-                               |
| Celero Energy, L P   |  |                       | 9. OGRID Number<br>230164       |                                  |
| 3. Address of Operator   |  |                       | 10. Pool name or Wildcat        |                                  |
| 400 W Illinois, Suite 1300, Midland, TX 79701                              |  |                       | Comanche Stateline Tansil Yates |                                  |
|  |  |                       | Commence Statem                 | 14.5                             |
| 4. Well Location   |  |                       |                                 |                                  |
| Unit Letter: J :   | 1640 feet from the South               |                       |                                 | East line                        |
| Section 28   | Jownship 26S                           | Range 36E             |                                 | Lea County                       |
|  | 11. Elevation (Show whether DR,        | RKB, RT, GR, etc.     | )                               |                                  |
|  | 2913 GL                                | ·                     |                                 |                                  |
| Pit or Below-grade Tank Application or C                                   |  |                       |                                 |                                  |
| Pit type Steel Depth to Groundwater  | Distance from nearest fresh water      | well Distance         | e from nearest surface w        | vater                            |
| Pit Liner Thickness: mil   | Below-Grade Tank: Volume               | bbls; Co              | onstruction Material            |                                  |
| 12 Check An  | propriate Box to Indicate Na           | ature of Notice       | Deport or Other                 | Data                             |
| 12. Check Ap   | propriate box to indicate ive          | ature of Notice,      | Report of Other                 | Data                             |
| NOTICE OF INTI   | ENTION TO:                             | SUB                   | SEQUENT RE                      | PORT OF:                         |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒ REMEDIAL WOR                    |  |                       |                                 | ALTERING CASING                  |
| <del>_</del>   | CHANGE PLANS                           | _                     | PANDA                           |                                  |
|  | MULTIPLE COMPL                         | CASING/CEMEN          |                                 |                                  |
|  |  |                       |                                 |                                  |
| OTHER:   |  | OTHER:                |                                 |                                  |
| 13. Describe proposed or complete  |  |                       |                                 |                                  |
|  | ). SEE RULE 1103. For Multipl          | e Completions: At     | tach wellbore diagra            | ım of proposed completion        |
| or recompletion.   |  | •                     |                                 |                                  |
| CIDD/ 26 @ 2100 20002  | ·                                      |                       |                                 |                                  |
| CIBP w/ 25 sx @ 3100 - 3000'<br>25 sx @ 2125 – 2025'                       |  |                       |                                 |                                  |
| Perf & squeeze 50 sx @ 1450 - 1250' 1                                      | lag.                                   | 23                    |                                 |                                  |
| 715 sx @ 60' – Surface   | <b>ag</b>                              | 12 / E                |                                 |                                  |
| 25 sx @100' – 200' Fresh Water Zone  |  | 127                   |                                 |                                  |
| Install dry hole marker. Circ 9.5# mud                                     | \$ 65 F                                | D5262                 |                                 |                                  |
|  |  | 80<br>20              |                                 |                                  |
|  | 10 346 5                               | 3/                    |                                 |                                  |
|  |  | 3/                    |                                 |                                  |
|  | X .                                    |                       |                                 |                                  |
| THE OIL CONS   | SERVATION DIVISION                     | 37                    |                                 |                                  |
| RE NOTICIES  | SELIANTION DIVISION                    | MUST                  |                                 |                                  |
| DE NOTIFIED  | 24 HOURS PRIOR TO                      | THE                   |                                 |                                  |
| BEGINNING O  | F PLUGGING OPERAT                      | TIONS                 |                                 |                                  |
|  | Galita Of Engl                         | 10142"                |                                 |                                  |
|  |  |                       |                                 |                                  |
| I hereby certify that the information about                                | ove is true and complete to the be     | st of my knowledg     | e and belief. I furthe          | r certify that any pit or below- |
| grade tank has been/will be constructed or clo                             | sed according to NMOCD guidelines 🗌    | ], a general permit 🔲 | or an (attached) alterna        | tive OCD-approved plan 🔲.        |
| SIGNATURE Jami YU  | Ochir_title                            | Regulatory A          | Analyst                         | DATE <u>August 23, 2005</u>      |
| Type or print name Tami Wilber   | E-mail address: twilber                | @celeroenergy.com     | n Telephone No. 4               | (432) 686-1883 ext 133           |
| For State Use Only   | MAKY W. WIMI                           | F                     | ·                               |                                  |
|  | 1 / O THE FIELD REPR                   | ESEMTATE              | **                              |                                  |
| APPROVED BY: Lauf U  | Ja COUNTRY TITLE                       | murialive iks         | TAFF MANAGER                    | date <u>AUG 2 6</u> 200          |
| Conditions of Approval (if any):   |  |                       |                                 |                                  |
|  |  |                       |                                 |                                  |

PLUGGING & ABANDONMENT WORKSHEET (2 STRING CSNG) OPERATOR Celero Energy LP LEASENAME New Mexico "cv" State WELL 265 RNG 36E 28 TWN SECT **FROM** Thuy NSIL FORMATION @ TD Tansill Vales TD: 3239 PBTD: FORMATION @ PBTD . TOC TOC DETERMINED BY SET @ SIZE 8.5/2 Surf 8-518" SURFACE 1394' INTMED 1 TOC Sur INTMED 2 2000 Est. 51/2" 3239 PROD TOC DETERMINED BY SIZE TOP BOT LINER 1 LINER 2 CUT & PULL @ TOP - BOTTOM 3128' - 3235' INTMED 1 PERFS INTMED 2 **SJOHNIES** PROD \*REQUIRED PLUGS DISTRICT I PLUG SACKS DEPTH TYPE MUSTLER (ANGLYD) PLUG CMNT YATES STANCES QUEEN 35 SXS 6400' OH PLUG #1 CRAYEURO 50 SXS SHOE 5350'-5450' H20001 EAN ANDERS CIBP/35' 4800 PLUG#3 25 575 4800 CIBP rwo es CAPITAN REEF 3600'-3700' 50 SXS STUB PLU044 FLU0#5 REINR SQZ 200 SXS 400 DELAWARE SURF 10535 0-10 LUG# BELL CANTON PLDG #1 CHEEK! CARROW 110011 BRUREY CONTON PLUG#3 SORGE SPRING RUO 84 PLEO 6 S CLORMETA 100066 RI DORBY PLUGST PLUOF E DEADERD PLUGGS 7,000 # 10 PLUG # w PLUO F PENOC MWARTE ATOKA MORILOW TD 3239 433 DEVOKAN