

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

HOBBS OCD
 AUG 22 2013

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-005-00540
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Celero Energy II, LP		6. State Oil & Gas Lease No.
3. Address of Operator 400 W. Illinois, Ste. 1601 Midland, TX 79701		7. Lease Name or Unit Agreement Name North Caprock Celero Queen Unit
4. Well Location Unit Letter <u>G</u> : 1980 feet from the <u>N</u> line and 1980 feet from the <u>E</u> line Section <u>36</u> Township <u>12S</u> Range <u>31E</u> NMPM County <u>Chaves</u>		8. Well Number <u>31</u> 9. OGRID Number <u>247128</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		10. Pool name or Wildcat Caprock; Queen

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input checked="" type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <u>TA</u> <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

8/6/13 - MIRU, LD polish rod, install rod stripper. Pulled 30K on rods & could not pull free. NDWH & NUBOP. Rods came free. TOH w/ 107 3/4" rods, 6- sinker bars & pump. TOH w/ 91 jts 2 3/8" tbg. SWI on BOP.

8/7/13 - Open BOP. RIH w/ CIBP & set @ 2875'. TIH w/ tbg & spot 25 sx Class "C" cmt w/ 2% CACL, displace w/ 9 bbls. TOH 15 jts & WOC. Test csg to 620# for 30 min. Test ok. Displace well w/ 64 bbls inhibited FW. LD tbg, NDBOP & NUWH. Install 1 jt w/ valve in WH. Ran MIT. Begin psi 610#, ending psi 580#. Copy of chart is attached. Well is now in TA status.

This Approval of Temporary Abandonment Expires 8-7-2018

Spud Date:

Rig Release Date:

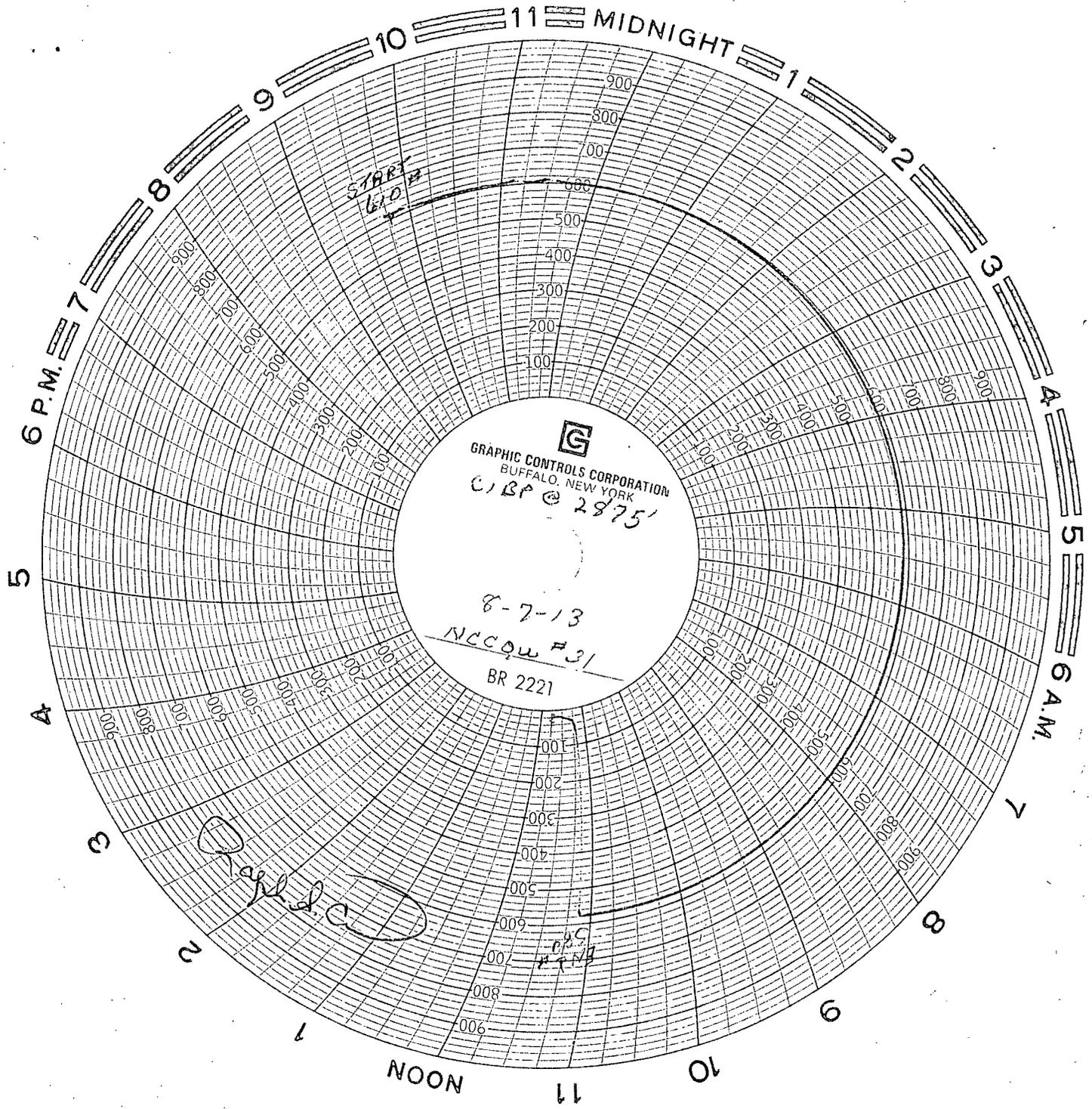
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Lisa Hunt TITLE Regulatory Analyst DATE 08/19/2013

Type or print name Lisa Hunt E-mail address: lhunt@celeroenergy.com PHONE: (432)686-1883

For State Use Only
 APPROVED BY: Mary Siwon TITLE Compliance Officer DATE 8/23/2013
 Conditions of Approval (if any):

AUG 26 2013



G
GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK
CIBP @ 2875'

8-7-13
NCCOW #31
BR 2221

R. L. D.