| State Lease - 6 copies | | | | | State of New I | | | | | Form C-105 | | | | | | |
|--|--|-----------------------|-------------------------|----------|---|------------------------------|--|---------------------------|----------------------------------|--|---------|---------------------|--------------|--------------------|-----------|--|
| Fee Lease - S copies <u>District I</u> 1625 N. French Dr., Hobbs, NM 882407 | | | | | ergy Minerals and Natural Resources | | | | ┝ | Revised June 10, 2003 | | | | | | |
| 1625 N. French Dr., F | | | | | | WELL API NO. 30-005-00868 | | | | | | | | | | |
| 1301 W. Grand Avenue, Artesia, NM 88210 Oil Conservation Division | | | | | | | | F | 5. Indicate Type of Lease | | | | | | | |
| District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV FEB 20 2010 Santa Fe, NM 87505 | | | | | | | | STATE 🛛 FEE 🗌 | | | | | | | | |
| 1220 S. St. Empois Dr. Sonto Eo. NM 97505 | | | | | | | | | State Oil & Gas Lease No. 303735 | | | | | | | |
| WELL COMPLETION OR RECOMPLETION REPORT AND LOG | | | | | | | | | | | | | | | | |
| 1a. Type of Well: | | N Production | | | OTHER Injectio | | | | | 7. Lease Nat | ne or U | nit Agı | reement Na | ame | | |
| | | | | | | | | | | ROCK QUEEN UNIT | | | | | | |
| b. Type of Completion: NEW WORK DEEPEN PLUG DIFF. WELL OVER BACK RESVR. OTHER Re-Activate | | | | | | | | | | | | | | | | |
| 2. Name of Operator CELERO ENERGY II, LP | | | | | | | | | | 8. Well No. 48 | | | | | | |
| 3. Address of Operation | | | | | | | | | · | 9. Pool name or Wildcat | | | | | | |
| 400 W. ILLINOIS | , STE | 1601; MIDLA | ND, TX 797 | D1 | | | | | | CAPROCK QUEEN | | | | | | |
| 4. Well Location | | | | | | | | | I , | | | | <u></u> | | | |
| Unit Letter | N | :66 |)' Feet Fr | om The_ | SOUTH | | _ Lin | e and 198 | 0' | | Feet Fi | om Th | e_WEST | | Line | |
| Section | | 26 | Towr | | <u>135</u> | | | | (DE 0 | NMPM | | naves | 14 51 | County | | |
| 10. Date Spudded | 11. Ľ | Date T.D. Reach | ied 12. | Date Co | mpl. (Ready to Prod.) |) | | levations ('KB | DF& | RKB, RT, C | R, etc. | | 14. Elev. | Casinghead | | |
| 15. Total Depth 3074' | | 16. Plug Bac 3074' | κT.D. | 1 | Multiple Compl. Hov ones? | v Many | | 18. Interva Drilled By | | Rotary Tool | s | I | Cable T | Fools | | |
| 19. Producing Inter | val(s), | | ion - Top, Bo | | | | I | | | | 20. W | as Dire | ctional Su | irvey Made | | |
| 21. Type Electric and Other Logs Run 22. Was Well Cored | | | | | | | | | | | | | | | | |
| 23. | | | | CA | SING RECO | RD (| Rep | ort all s | trin | gs set in | well) | | | | •••• | |
| CASING SIZE | 3 | WEIGHT | | | DEPTH SET | \square | HOLE SIZE CEMENTING RECORD AMOUNT PULLED | | | | | JED | | | | |
| 8 5/8" | | 24 | | 312' | | | | | 300sx 150sx | | | | | | | |
| 5 1/2" | | 14 | H# | 3028' | | | | | 13 | USX | | | | | | |
| | | | ••••••• | - | <u>, , ,,,, ,, ,, ,,,, , , , , , , , , , </u> | - | ·····. | | | | | | 1 | | | |
| | | | | | | | | | | | | | | | | |
| 24. | TOD | | Dormout | LIN | IER RECORD | Logn | | | 25. | | - | | ECORD | | 3003 | |
| SIZE | TOP Surf | face | BOTTOM 3004' | | SACKS CEMENT | SCR | REEN | | SIZ | | | <u>ртн s</u> 66' | <u>EI</u> | PACKER SE 2966' | <u>51</u> | |
| | Sur | | 5004 | | 110.54 | + | | | <u> </u> | 0 | | 00 | <u> </u> | 2700 | | |
| 26. Perforation re | | | | | | | | | FRA | CTURE, C | | | | | | |
| Queen Open Hole | 3028 | '-3041' (02/19: | 55)' | | | · · · · · · | DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED | | | | | | | | | |
| | | , | | | | 3028-3041' | | | | 2500 gal 7 ½% HCL acid ; 1000# Rock salt | | | | | salt | |
| | | | | | | | | | - | | | | <u> </u> | | | |
| 28 | | | | · · · | PR | ODU | UCT | ION | | | | | | | | |
| Date First Production Production Method (Flowing, gas lift, pumping - Size and type pump) Well Status (Prod. or Shut-in) | | | | | | | | | | | | | | | | |
| Date of Test | Hour | s Tested | Choke Siz | e | Prod'n For Test Period | Oil - | - Bbl | | Gas | - MCF | Wa | iter - B | bl. | Gas - Oil Ra | tio | |
| | | | | | | | | | | | | | | | | |
| Flow Tubing Press. | Casir | ng Pressure | Calculated Hour Rate | 24- | Oil - Bbl. | 1 | Gas - | MCF | 1 | /ater - Bbl. | | Oil G | iravity - Al | .PI - (Corr.) | | |
| | | | | | | | | | | | | | | | | |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By | | | | | | | | | | | | | | | | |
| 30. List Attachments | | | | | | | | | | | | | | | | |
| 3.1 .1 Aereby certif | v that | the informati | on shown o | n both s | ides of this form as | true o | nd co | mplete to | the F | est of my kr | owled | ge and | l belief | | | |
| Signature A | Signature Aulic Chin Printed Name HAYLIE URIAS Title OPERATIONS TECH Date 2/15/08 | | | | | | | | | | | | | | | |
| E-mail Address hurias@celeroenergy.com | | | | | | | | | | | | | | | | |

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

| | astern New Mexico | Northwe | Northwestern New Mexico | | | | |
|--------------------|-------------------|-----------------------|-------------------------|--|--|--|--|
| T. Anhy | T. Canyon | T. Ojo Alamo | T. Penn. "B" | | | | |
| T. Salt | T. Strawn | T. Kirtland-Fruitland | T. Penn. "C" | | | | |
| B. Salt | T. Atoka | T. Pictured Cliffs | T. Penn. "D" | | | | |
| T. Yates | T. Miss | T. Cliff House | T. Leadville | | | | |
| T. 7 Rivers | T. Devonian | T. Menefee | T. Madison | | | | |
| T. Queen 3028' | T. Silurian | T. Point Lookout | T. Elbert | | | | |
| T. Grayburg | T. Montoya | T. Mancos | T. McCracken | | | | |
| T. San Andres | T. Simpson | T. Gallup | T. Ignacio Otzte | | | | |
| T. Glorieta | T. McKee | Base Greenhorn | T. Granite | | | | |
| T. Paddock | T. Ellenburger | T. Dakota | | | | | |
| T. Blinebry | T. Gr. Wash | T. Morrison | T. | | | | |
| T.Tubb | T. Delaware Sand | T.Todilto | | | | | |
| T. Drinkard | T. Bone Springs | T. Entrada | T. | | | | |
| T. Abo | T | T. Wingate | T. | | | | |
| T. Wolfcamp | T | T. Chinle | T. | | | | |
| T. Penn | T | T. Permian | T. | | | | |
| T. Cisco (Bough C) | T | T. Penn "A" | T. | | | | |

OIL OR GAS SANDS OR ZONES

| | Sintes on Lottes |
|---------------|------------------|
| No. 1, fromto | No. 3, fromtoto |
| | No. 4, fromto |

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

LITHOLOGY RECORD (Attach additional sheet if necessary)

| From | То | Thickness In Feet | Lithology | From | То | Thickness In Feet | Lithology |
|------|----|----------------------|-----------|------|----|----------------------|-----------|
| | | | | | | | |
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INJECTION WELL DATA SHEET

OPERATOR: Celero Energy II, L P

WELL NAME & NUMBER: Rock Queen Unit #48

| WELL LOCATION: | 660' FSL & 1980' FWL | Ν | 26 | T13S | R31E | | | |
|----------------|--|------------------------|------------------------|---------------------------------|-----------------|--|--|--|
| | FOOTAGE LOCATION | UNIT LETTER | SECTION | TOWNSHIP | RANGE | | | |
| | <u>WELLBORE SCHEMATIC</u> (See Attached) | | RUCTION DATA Casing | | | | | |
| | | Hole Size: 11" | | Casing Size: 8-5/8" 24# | | | | |
| | | Cemented with: 300 sx. | | _ or | ft ³ | | | |
| | | Top of Cement: Surface | | Method Determined | l: Calculated | | | |
| | | | Intermediate | e Casing | | | | |
| | | Hole Size: | | Casing Size: | | | | |
| | | Cemented with: | I | _ 01' | ft ³ | | | |
| | | Top of Cement: | | Method Determined | 1: | | | |
| | | | Production | on Casing | | | | |
| | | Hole Size: 7-7/8" | | Casing Size: 5-1/2' | ' 14# | | | |
| | | Cemented with: 150 sx. | mented with: 150 sx. | | ft ³ | | | |
| | | Top of Cement: 1730' | | Method Determined: Cmt Bond Log | | | | |
| | | Total Depth: 3074' | | - | | | | |
| | | | Injection In | <u>n Interval</u> | | | | |
| | | | 3028 feet | to 3041' (Open Hol | e) | | | |
| | | (Perfe | orated or Open Ho | Open Hole; indicate which) | | | | |

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INJECTION WELL DATA SHEET

Tubing Size: 2-3/8"/ 4.7#/ J-55 Lining Material: Internally Plastic Coated Type of Packer: Arrowset 1X Packer Setting Depth: 2966' Other Type of Tubing/Casing Seal (if applicable): Additional Data 1. Is this a new well drilled for injection? Yes X No If no, for what purpose was the well originally drilled? Primary depletion oil producer 2. Name of the Injection Formation: Queen 3. Name of Field or Pool (if applicable): Caprock 4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No 5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: None

1

