

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation District, District 11  
1625 N. French Drive  
Hobbs, NM 88240

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

**SUNDRY 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.

5. Lease Serial No.  
~~8910063998~~ **LC-068474**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
**DRICKEY QUEEN SAND UNIT** ✓

8. Well Name and No.  
**24** ✓

9. API Well No.  
**30-005-00968** ✓

10. Field and Pool, or Exploratory Area  
**CAPROCK QUEEN** ✓

11. County or Parish, State  
**CHAVES** ✓

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator  
**CELERO ENERGY II, LP** ✓

3a. Address  
**400 W. ILLINOIS, STE 1601, MIDLAND, TX 79701**

3b. Phone No. (include area code)  
**432-686-1883**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**SEC. 3(N); T14S; R31E  
660' FSL & 1980' FWL** ✓

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 checked="" type="checkbox"/> Other <b>RE-ACTIVATE</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>INJECTOR</b>
	<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 recomplete 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

- MIRU Well Service.
- TOOH w/ injection equipment.
- Clean out and deepen well approx. 38' to fully evaluate the Queen interval.
- Run GR/CCL/CN logs from TD 3090' +/- to 1200'.
- Run CBL log from casing shoe @ 3033' to 2000' +/-.
- RIH w/ injection equipment.
- Return well to injection

RECEIVED

MAR 06 2008

HOBBS OCD

BLM written order number "0801PS02W"

Accepted For Record Only! Approval Subject To Returning Well To Continuous Injection And Keeping Well On Continuous Injection Or Plugging Well With An Approved Plugging Program!

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**HAYLIE URIAS**

Title **OPERATIONS TECH**

Signature

*Haylie Urias*

Date

**02/19/2008**

ACCEPTED FOR SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

**/S/ DAVID R. GLASS**

Title

Date

**MAR 31 2008**

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.

Office

*KG*

Title 18 U.S.C. Section 1001 and Title 45 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.