

Submit 3 Copies To Appropriate District Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
May 27, 2004

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

WELL API NO. 30-025-00312
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-8005-003
7. Lease Name or Unit Agreement Name Rock Queen
8. Well Number # 71
9. OGRID Number 247128
10. Pool name or Wildcat

Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator  
Celero Energy II, LP

3. Address of Operator  
400 W. Illinois, Ste 1601, Midland Texas 79701

4. Well Location  
Unit Letter E : 1980' feet from the North line and 660 feet from the West line  
Section 30 Township 13S Range 13E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4388' GR

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	P AND A <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPL <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	OTHER: Converted Producer to injector <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/1/2007 to 6/13/2007

MIRU. Pull & LD rods & tbg. Found 5 holes in 7" csg from 19" to 24" from top of csg and one other hole @ 50' (pulled 5 jts. & one 12' piece of csg = 173.7'). TIH w/ 4 jts. (179.6') of new 7" 20#, ST&C J-55 csg. Screw into 7" @ 174'. TIH w/ tbg, 6 - 3/12" OD collars & 6 1/4" bit. Tag @ 3049'. Clean out from 3064' to 3090'. Ran CG/CCL/CN logs from 1600' to 3085'. TIH w/ 93 jts. 2 3/8", 4.7#, 8rd, EUE, J-55 internally coated tbg & 7" Arrowset 1X & on/off tool w/ 1.78" ID profile nipple. Pkr & on/off tool nickel plated. Pkr swinging @ 2960', pumped 100 bbls pkr fluid (100 bbls FW containing 1% Multichem's MC C 6031 pkr fluid). Set pkr w/ 10 pts. Tension. Ran OCD required integrity test. Held 500# for 30 min. SWI in preparation to convert producer to injection well.  
Please add this well to injection permit Rock Queen Unit - Order No. R-1541 (11-30-59)

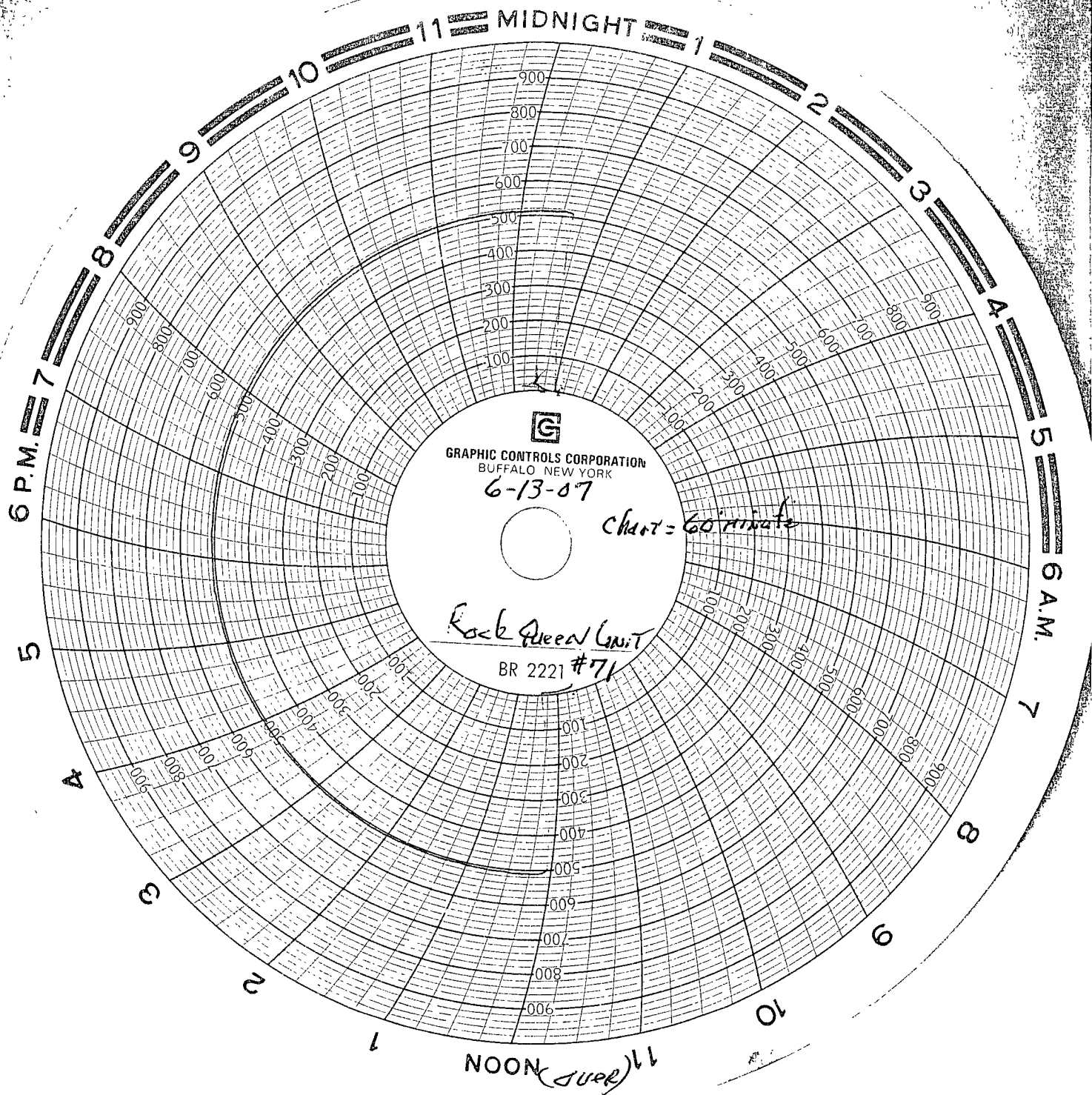
Note: well return to production dm

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Haylie Urias TITLE Operations Tech DATE 8/05/07

Type or print name Haylie Urias E-mail address: hurias@celeroenergy.com Telephone No. (432) 686-1883 Ext. 120  
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE NOV 12 2008  
Conditions of Approval (if any):



Alan Parkhurst

~~Center Street~~

Palisades Operating Co

6/13/07

Walter C. H. S.

T. W. S.

6/13/07