

Office \_\_\_\_\_

Energy, Minerals and Natural Resources

October 13, 2009

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

RECEIVED  
DEC 14 2009  
HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-025-07168 ✓

~~30-025-07168~~

5. Indicate Type of Lease  
STATE  FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
MM Harris ✓

8. Well Number 2 ✓

9. OGRID Number  
247128 ✓

10. Pool name or Wildcat  
SWD; Devonian ✓

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 SWD

2. Name of Operator  
CELERO ENERGY II, LP ✓

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

4. Well Location  
Unit Letter D : 660 feet from the North line and 660 feet from the West line  
Section 8 Township 12S Range 38E NMPM County Lea ✓

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

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
  - TEMPORARILY ABANDON
  - PULL OR ALTER CASING
  - DOWNHOLE COMMINGLE
  - OTHER:
- PLUG AND ABANDON
  - CHANGE PLANS
  - MULTIPLE COMPL

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
  - COMMENCE DRILLING OPNS.
  - CASING/CEMENT JOB
  - OTHER:
- ALTERING CASING
  - P AND A

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.

Proposed P & A PKR

- 1. RIH w/cement retainer on tubing and set at 4700'. <sup>780'</sup>
- 2. Squeeze 685 sx Class H below 288 at 4700'. <sup>WOC. Pressure test. Tag cmt at 4830' or better.</sup>
- 3. String out and displace hole w/minimum 9.5 ppg MLF. <sup>4550'</sup>
- 4. PU to 4250' and spot a 35 sk, Class C balanced plug at 4250'-4250'. WOC a minimum of 3 hours and tag. <sup>4550'</sup>
- 5. POOH w/ workstring. RU wireline and perforate (4) at 422'.
- 6. RIH w/ squeeze packer to 200'. Establish circulation on 9-5/8"-by-13-3/8" annulus. Mix and pump 200 sx Class C while taking returns on the 9-5/8"-by-13-3/8" annulus. Displace cement to 300'. WOC a minimum of 3 hours and tag.
- 7. POOH and spot 10 sx Class C at 20 to surface. <sup>(NOTE: If cmt does not circ out 9 5/8" x 13 3/8" annulus, perf at 60' and circ cmt to surface.)</sup>

\* SPOT 40 sx cmt at 2330' (Top of Salt)

Spud Date:

[Empty box for Spud Date]

Rig Release Date:

[Empty box for 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 12/11/2009

Type or print name: Lisa Hunt

E-mail address: LHunt@celeroenergy.com

PHONE: (432)686-1883

For State Use Only

APPROVED BY: Mark Whitman

TITLE Compliance Officer

DATE 1/27/2010

Conditions of Approval (if any):

M.M. Harris #2 SWD, 660' FNL & 660' FWL (Unit 'D'), SEC 8, T-12S, R-38E

Spud: 5/28/57

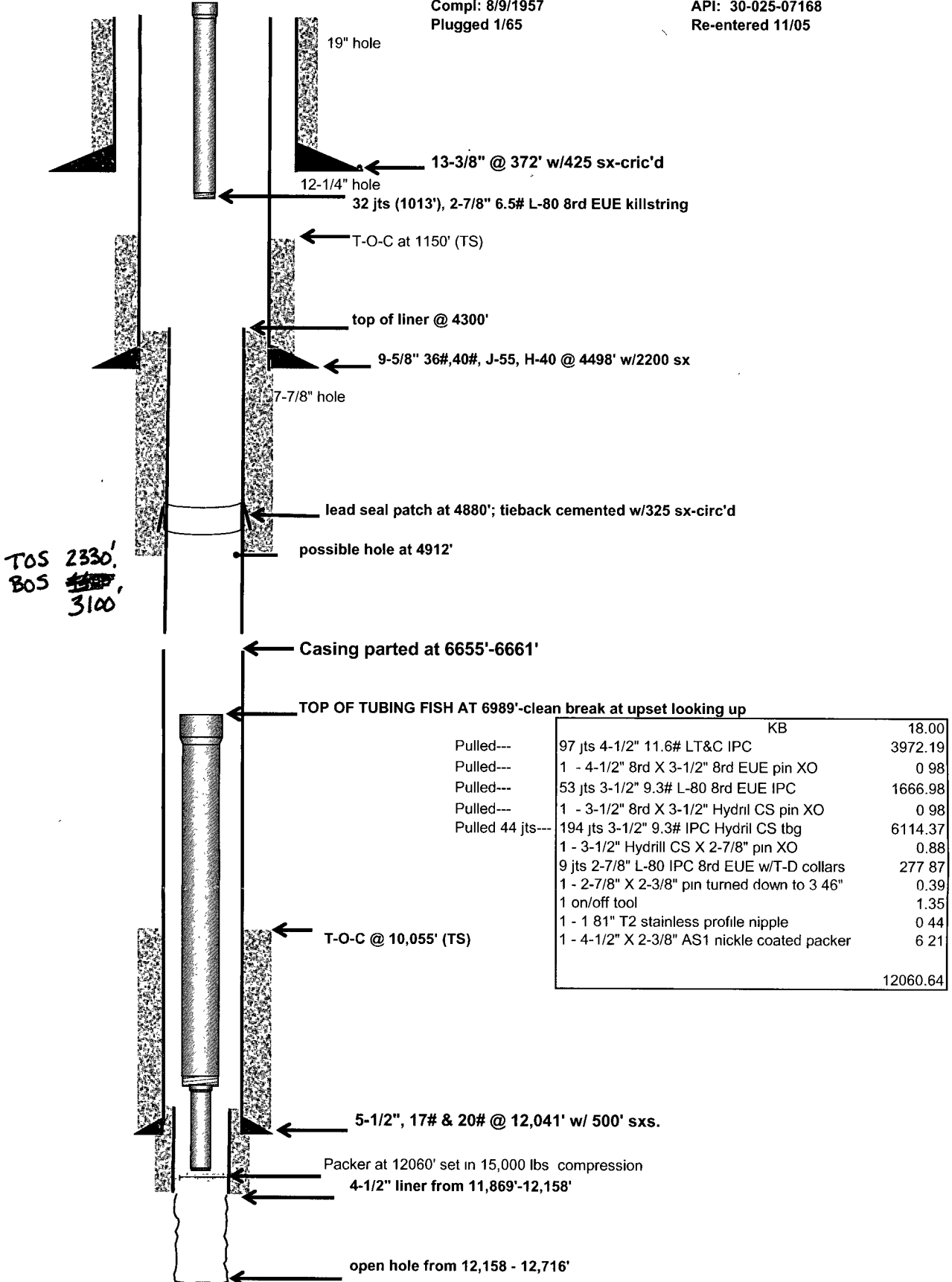
ELEV: 3814' DF

Compl: 8/9/1957

API: 30-025-07168

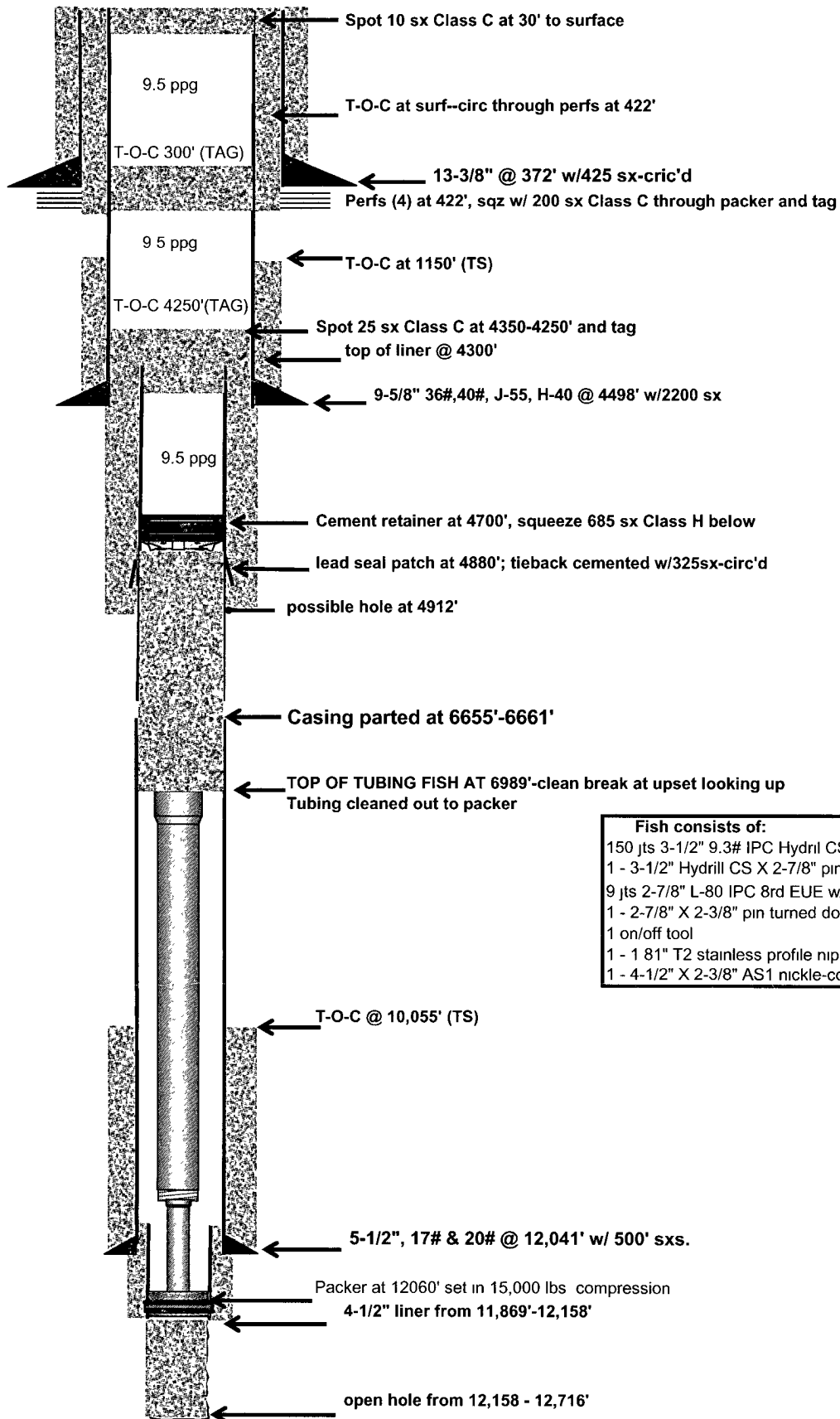
Plugged 1/65

Re-entered 11/05



	KB	18.00
Pulled---	97 jts 4-1/2" 11.6# LT&C IPC	3972.19
Pulled---	1 - 4-1/2" 8rd X 3-1/2" 8rd EUE pin XO	0.98
Pulled---	53 jts 3-1/2" 9.3# L-80 8rd EUE IPC	1666.98
Pulled---	1 - 3-1/2" 8rd X 3-1/2" HydriL CS pin XO	0.98
Pulled 44 jts---	194 jts 3-1/2" 9.3# IPC HydriL CS tbg	6114.37
	1 - 3-1/2" HydriL CS X 2-7/8" pin XO	0.88
	9 jts 2-7/8" L-80 IPC 8rd EUE w/T-D collars	277.87
	1 - 2-7/8" X 2-3/8" pin turned down to 3 46"	0.39
	1 on/off tool	1.35
	1 - 1 81" T2 stainless profile nipple	0.44
	1 - 4-1/2" X 2-3/8" AS1 nickle coated packer	6.21
		12060.64

M.M. Harris #2 SWD, 660' FNL & 660' FWL (Unit 'D'), SEC 8, T-12S, R-38E  
Proposed P&A



**Fish consists of:**

150 jts 3-1/2" 9.3# IPC Hydril CS tbg	4727 00
1 - 3-1/2" Hydrill CS X 2-7/8" pin XO	0.88
9 jts 2-7/8" L-80 IPC 8rd EUE w/T-D collar	277 87
1 - 2-7/8" X 2-3/8" pin turned down to 3.46"	0.39
1 on/off tool	1.35
1 - 1 81" T2 stainless profile nipple	0.44
1 - 4-1/2" X 2-3/8" AS1 nickle-coated packer	6.21