

Submit 1 Copy To Appropriate District  
Office  
District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88201  
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  
October 13, 2009

RECEIVED

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

MAR 02 2010

HOBBSUCD

WELL API NO. 30-025-07145
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Continental Wallace
8. Well Number 1
9. OGRID Number 247128
10. Pool name or Wildcat SWD; Devonian <9610>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3875' GR

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <u>SWD</u>	
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 <u>N</u> : <u>660</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>6</u> Township <u>12S</u> Range <u>38E</u> NMPM County <u>Lea</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3875' GR	

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

NOTICE OF INTENTION TO:

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

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Convert to SWD ☒

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.

2/16-24/2010 - MIRU. ND master valve. Pull Mle donut out of WH. Unset AS-1X pkr. NU BOP. POH LD 32 jts 2 7/8" PH-6 tbg - 1004.40', x-over, 341 jts 2 7/8" 6.5# L-80 8rd tbg - 10939.59' 2 7/8" x 4.500 NP T-2 on-off tool, 2 7/8" x 2.25 stainless steel profile nipple, 5 1/2" x 2 7/8" Np Big Bore AS-1X pkr w/carbide slips. RIH w/GR/CCL/CBL to 11950'. Log to top of second stage cmt job. POH. Unload & rack 246 jts 3 1/2" 9.3# L-80 8rd IPC w/turned down couplings, 132 jts jts 3 1/2" 9.3# L-80 8rd IPC w/regular couplings. Change all handling equipment to 3 1/2". PU new 5 1/2" x 2 7/8" big bore AS-1X, nickel plated w/carbide slips, nickel plated x-over. Picked up a total of 5 jts. Set torque @ 3100#. Psi on rig 900#. Resume TIH w/a total of 245 jts 3 1/2" 9.3# L-80 TK70 IPC tbg w/turned down couplings - 7923.28', 124 jts 3 1/2" 9.3# L-80 TK70 IPC tbg w/standard collars - 4014.59' to 11958.04'. Pump 300 bbls FW w/1% KCW-1725 pkr fluid down csg @ 2 bpm on vacuum. ND BOP. NU 6" 900 x 3 1/2" slip type WH. Set AS-1X pkr @ 11958.04' w/15 pts compression. Load csg w/119 bbls pkr fluid. Pack WH off. Psi csg to 530#. Monitor w/chart recorder. Psi increased to 580# in 30 mins. Bleed psi of csg. Pump acid job as follows: 50 bbls FW, 5000 gals 15% Nefe acid, double inhibited w/max iron control, flush w/185 bbls FW. Isip vacuum, csg static during job, avg rate 8.9 bpm, avg pressure 400# psi, max rate 9 bpm, max pressure 400# psi. Notified OCD of MIT. Csg to 565# psi for MIT test. Monitor for 40 mins w/chart recorder. Bled to 560# psi. Good chart. RDPU. Original chart attached. CBL attached. \* Administrative Order SWD-1201

Spud Date:

Rig Release Date:

SWD-1201

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 02/26/2010

Type or print name Lisa Hunt

E-mail address: LHunt@celeroenergy.com

PHONE: (432)686-1883

For State Use Only

APPROVED BY:

*[Signature]*

TITLE

STAFF MGR

DATE

3-11-10

Conditions of Approval (if any):

2A Gladiola Devonian

NON - Well PDD # 2836991

