

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <i>Inj</i>	5 Lease Serial No LC-070337
2 Name of Operator CELERO ENERGY II, LP	6 If Indian, Allottee or Tribe Name
3a Address 400 W. Illinois, Ste. 1601 Midland TX 79701	7 If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) (432)686-1883	8. Well Name and No. Drickey Queen Sand Unit #36
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FWL UL: L, Sec 10, T14S, R31E	9. API Well No. 30-005-01036
	10. Field and Pool, or Exploratory Area Caprock; Queen
	11. County or Parish, State Chaves, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input 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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input checked="" 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<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, a 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.)

3/12/2010 - RU. ND WH & NU BOP. Release pkr & TOO H w/ 86 jts. of 2 3/8" OD IPC tbg w/ TDC. RU tbg test & change out pkrs. TIH w/ 86 jts. of 2 3/8" OD 4.7#, 8rd, J-55 EUE IPC tbg w/ turn down collars & 4" arrowset, nickel plated pkr & on/off tool w/ 1.50" profile nipple. Tested tbg to 6000#. No leaks. Set pkr @ 2737', release on/off tool from pkr. Displace tbg/csg annulus w/ 40 bbls of pkr fluid. Latch back onto pkr. Pull 20 pts of tension on pkr. ND BOP & NU WH. Notified Maxey Brown w/OCD Hobbs. Ran MIT for 30 mins. Held pressure from 520# to 555#. Original chart is being sent to OCD Hobbs & a copy of chart sent to BLM. Connect to injection & resume injection. RDMO.

RECEIVED

APR 14 2010

HOBBSUCD

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

Lisa Hunt

Title Regulatory Analyst

Signature

Lisa Hunt

Date 03/17/2010

ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

Title

AC FIELD REPRESENTATIVE/STAFF MANAGER

Date

APR 15 2010

Conditions of approval: If any attachment. 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

ROSWELL FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 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

