

## 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

APR 29 2010

HOBBSDO

## CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-05228

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil &amp; Gas Lease No.

B-9774

7. Lease Name or Unit Agreement Name  
State T Devonian

8. Well Number 3

9. OGRID Number

247128

10. Pool name or Wildcat

Denton 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

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 K : 1980 feet from the South line and 1980 feet from the West line

Section 2 Township 15S Range 37E NMPM County Lea

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

3801' GL

## 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 ☐OTHER: ☐

## SUBSEQUENT REPORT OF:

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

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.

4/5 - 4/9/10 - POOH w/sub pump &amp; 9898' of tbg. Run BHP tool, tag @ 10065' &amp; POOH. Run roto-vert csg scraper, tag @ 10067' &amp; POOH. Run 7" HD pkr, tag hard @ 5400'+. RIH to 8012' &amp; set. Load csg side w/88 bbls BW. Bled off intermediate csg &amp; recovered Devonian oil. Continue pumping 75 bbls down csg &amp; broke circulation on intermediate. Attempt to unset pkr &amp; had to jar 1 hr to free it. Pkr dragging for 8 stands. POOH w/49 jts &amp; well kicked. Stab TIW &amp; kill w/30 bbls 10# BW down tbg. Continue POOH w/pkr. Pkr J-slot damaged. Run 40-arm caliper/csg inspection log. Tag @ 10053'. RIH w/2014' (65 jts) kill string &amp; SI.

Spud Date:

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 04/27/2010

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 Member

DATE

5-3-10

Conditions of Approval (if any):