

Submit 1 Copy 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
October 13, 2009

RECEIVED
OCT 23 2010
HOBBSOCD

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

WELL API NO. 30-025-05228
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & 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
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3801' GL

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	
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:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 1) RIH with tubing and spot Class H plugs at: *RIH Open ended - tag & pump 100 sx Cement w/oc - tag*
10058'-9900', 35 sx (WOC & tag at 9900')
9206'-8960', 55 sx
7270'-7170', 25 sx (WOC & tag at 7170')
- 2) Perf (4) at 4675', run packer and balance/circulate 70 sx Class C w/2% CaCl2. WOC. POOH/RBIH and tag at 4530'.
- 3) Perf (4) at 3150' and 2050'. Run packer and balance/circulate 35 sx Class C cement plugs w/2% CaCl2 at 3150'-3050' and 2050'-1950'. WOC. POOH/RBIH and tag at 1950'.
- 4) Perf (4) at 393', run packer and balance/circulate 70 sx. WOC. POOH/RBIH and tag at 293'.
- 5) Perf (4) at 30' and fill casing and annuli with Class C cement.
- 6) Cutoff wellhead, set P&A marker, and reclaim location.
- Minimum 9.5 ppg salt mud circulated between plugs in casing and all casing annuli.

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 04/19/2010

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 5-3-10

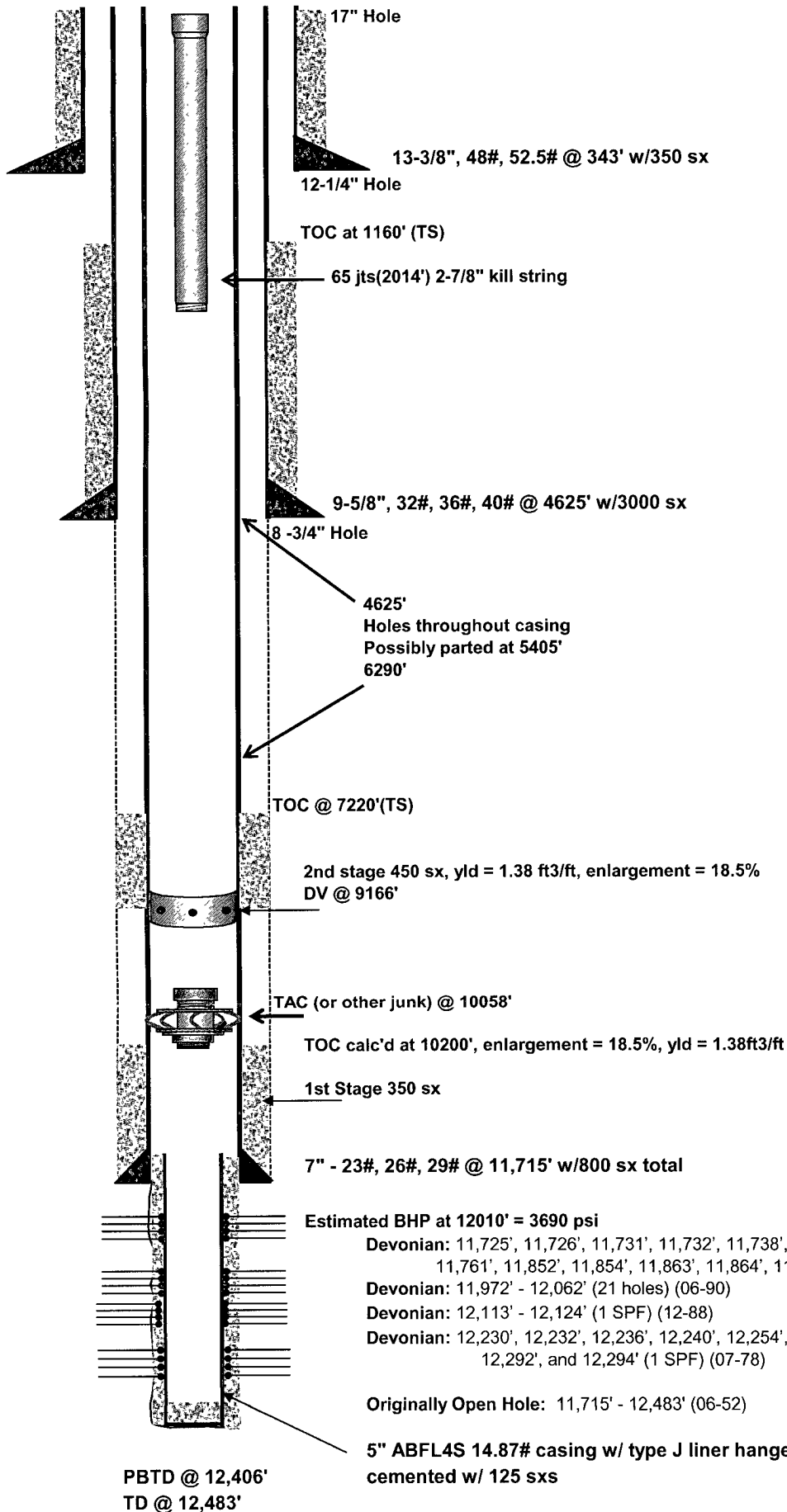
Conditions of Approval (if any):

THE OIL CONSERVATION DIVISION MUST
BE NOTIFIED 24 HOURS PRIOR TO THE
BEGINNING OF PLUGGING OPERATIONS.

State "T" # 3 1980' FSL & 1980' FWL of Sec. 2, T15S, R37E, Unit Letter "K"
API # 30-025-05228

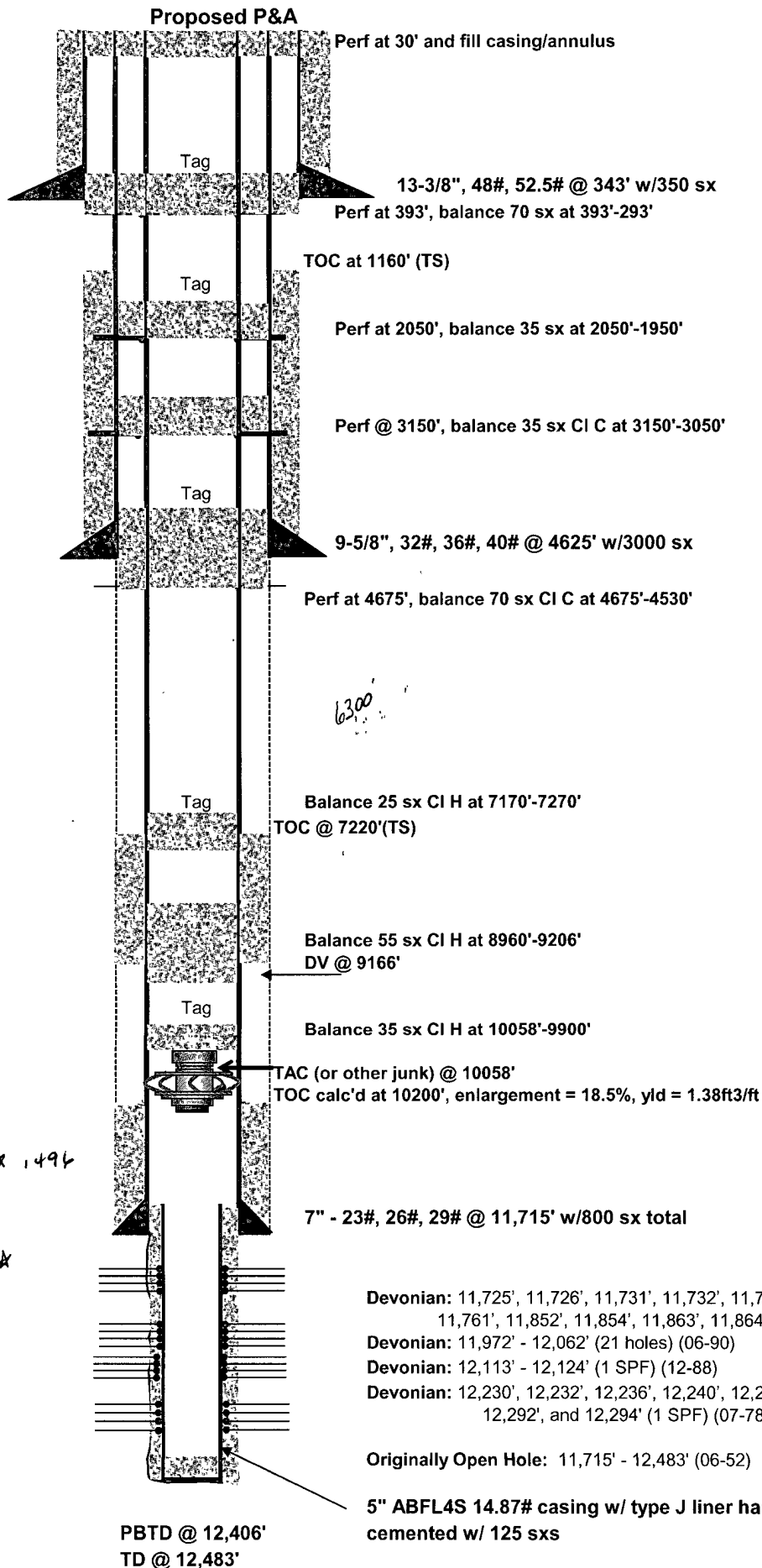
Existing

Spud: 1/13/52
Compl: 6/21/52
Elev: 3810' DF
MWM, 4/16/10



Top Anhy @ 2050'
est Top Yates @ 3150'
Top Grybg @ 4580'
Top SA @ 6160'
Top Tubbs @ 7520'
Top WFCP @ 9010'
Top Penn @ 10390'
Top WDFD @ 11650'
Top Devonian at 11711'

State "T" # 3 1980' FSL & 1980' FWL of Sec. 2, T15S, R37E, Unit Letter "K"
API # 30-025-05228



Spud: 1/13/52
Compl: 6/21/52
Elev: 3810' DF
MWM, 4/17/10

Top Anhy @ 2050'
est Top Yates @ 3150'
Top Grybg @ 4580'
Top SA @ 6160'
Top Tubbs @ 7520'
Top WFCP @ 9010'
Top Penn @ 10390'
Top WDFD @ 11650'
Top Devonian at 11711'