

RECEIVED

SEP 17 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-005-29150 /
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name ROCK QUEEN UNIT /
8. Well Number 306 /
9. OGRID Number 247128 /
10. Pool name or Wildcat CAPROCK: QUEEN /
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4407' 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 ☒ Gas Well ☐ Other ☒2. Name of Operator
CELERO ENERGY II, LP3. Address of Operator
400 W. Illinois, Suite 1601, Midland, TX 797014. Well Location
Unit Letter B : 750 feet from the North line and 1980 feet from the East line
Section 26 Township 13S Range 31E NMPM County CHAVES

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: MOVE WELL LOCATION ☒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.

We request approval to move the well location,

FROM: 750' from the North line and 1980' from the East line, Unit Letter B, Sec. 26, T13S, R31E, Chaves County

TO: 810' from the North line and 1990' from the East line, Unit Letter B, Sec. 26, T13S, R31E, Chaves County

New plat attached.

Spud Date: 9/24/10

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Vickie A. Inman TITLE Agent DATE 9/15/2010Type or print name Vickie A. Inman E-mail address: victoria.inman@tetrattech.com PHONE: 432-682-4559

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE SEP 16 2010
Conditions of Approval (if any):

RECEIVED

SEP 17 2010

DISTRICT I
1625 N. FRENCH DR., HOBBES, NM 88240

HOBBES, NM State of New Mexico
Energy, Minerals and Natural Resources Department

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name ROCK QUEEN UNIT	Well Number 306
OGRID No.	Operator Name CELERO ENERGY II LP	Elevation 4409'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	26	13-S	31-E		810	NORTH	1990	EAST	CHAVES

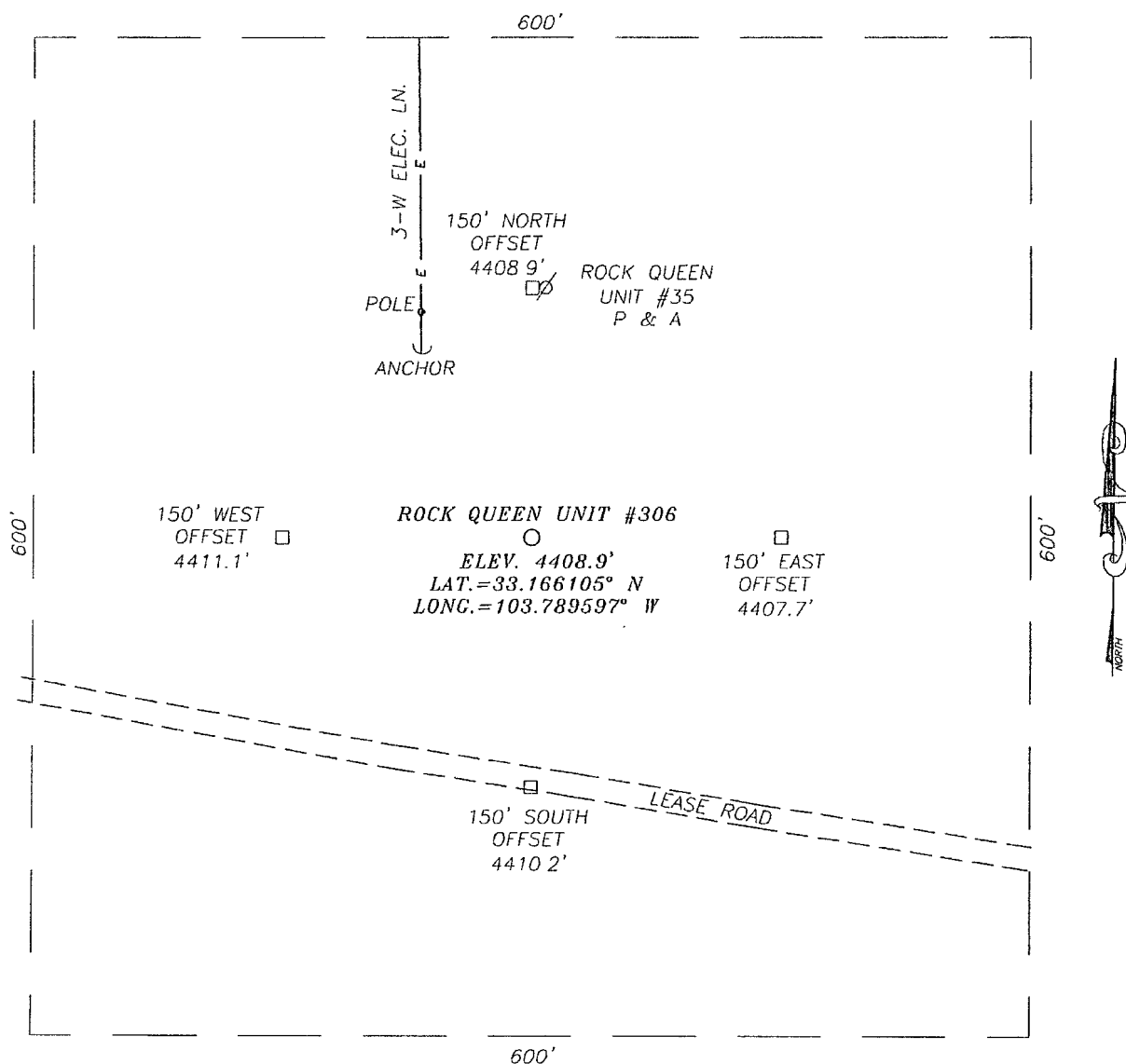
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/EAST line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

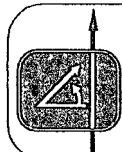
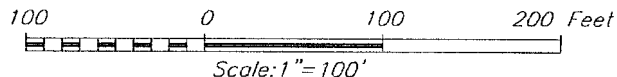
<p>GEODETIC COORDINATS NAD 27 NME Y=788376.9 N X=666388.4 E LAT.=33.166105° N LONG.=103.789597° W</p>	OPERATOR CERTIFICATION <i>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> Signature: _____ Date: _____ Vickie A. Inman, Agent Printed Name: _____
	SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> Date Surveyed: _____ Signature: _____ Printed Name: _____ Certificate No. _____ RONALD J. EIDSON 12041 RONALD J. EIDSON 3239

SECTION 26, TOWNSHIP 13 SOUTH, RANGE 31 EAST, N.M.P.M.,
 CHAVES COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF STATE HWY #172 & PRISCILLA ROAD, GO SOUTH ON ST. HWY. #172 APPROX. 3.2 MILES TO CATTLE GUARD #6. GO EAST APPROX. 0.7 MILES. THE LOCATION STAKE IS APPROX. 150 FEET NORTH.



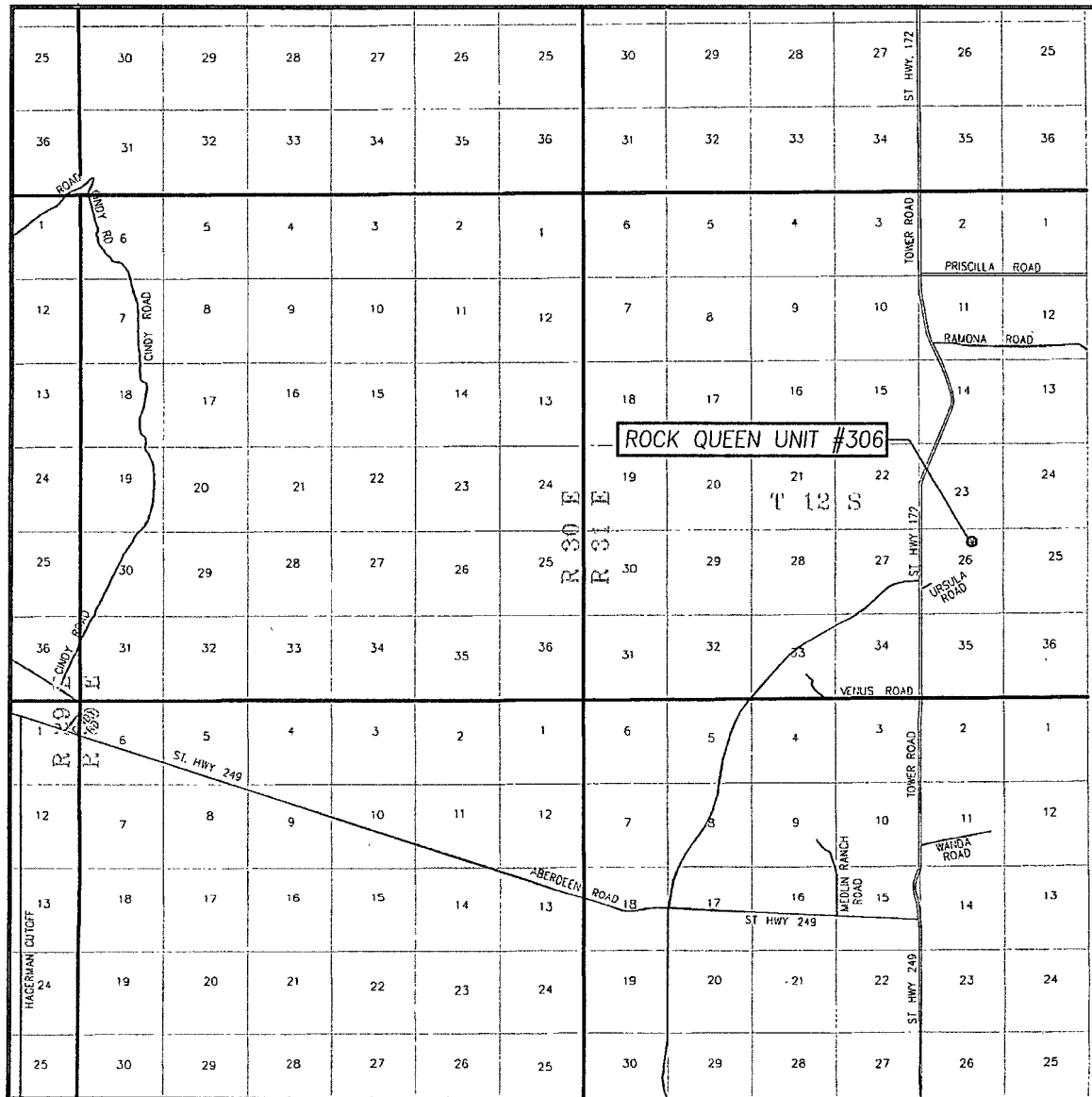
PROVIDING SURVEYING SERVICES
 SINCE 1946
JOHN WEST SURVEYING COMPANY
 412 N. DAL PASO
 HOBBS, N.M. 88240
 (575) 393-3117

CELERO ENERGY II LP

ROCK QUEEN UNIT #306 WELL
 LOCATED 810 FEET FROM THE NORTH LINE
 AND 1990 FEET FROM THE EAST LINE OF SECTION 26,
 TOWNSHIP 13 SOUTH, RANGE 31 EAST, N.M.P.M.,
 CHAVES COUNTY, NEW MEXICO.

Survey Date: 9/1/10	Sheet 1 of 1 Sheets
W.O. Number. 10.11 1313	Dr By: LA
Date. 9/13/10	10111313
	Scale: 1"=100'

VICINITY MAP



SCALE - 1" = 2 MILES

SEC. 26 TWP. 13-S. RGE. 31-E

SURVEY N.M.P.M.

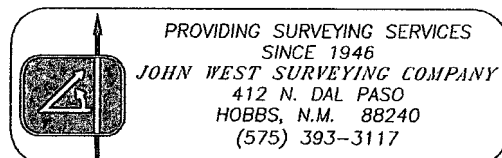
COUNTY CHAVES STATE NEW MEXICO

DESCRIPTION 810' FNL & 1990' FEL

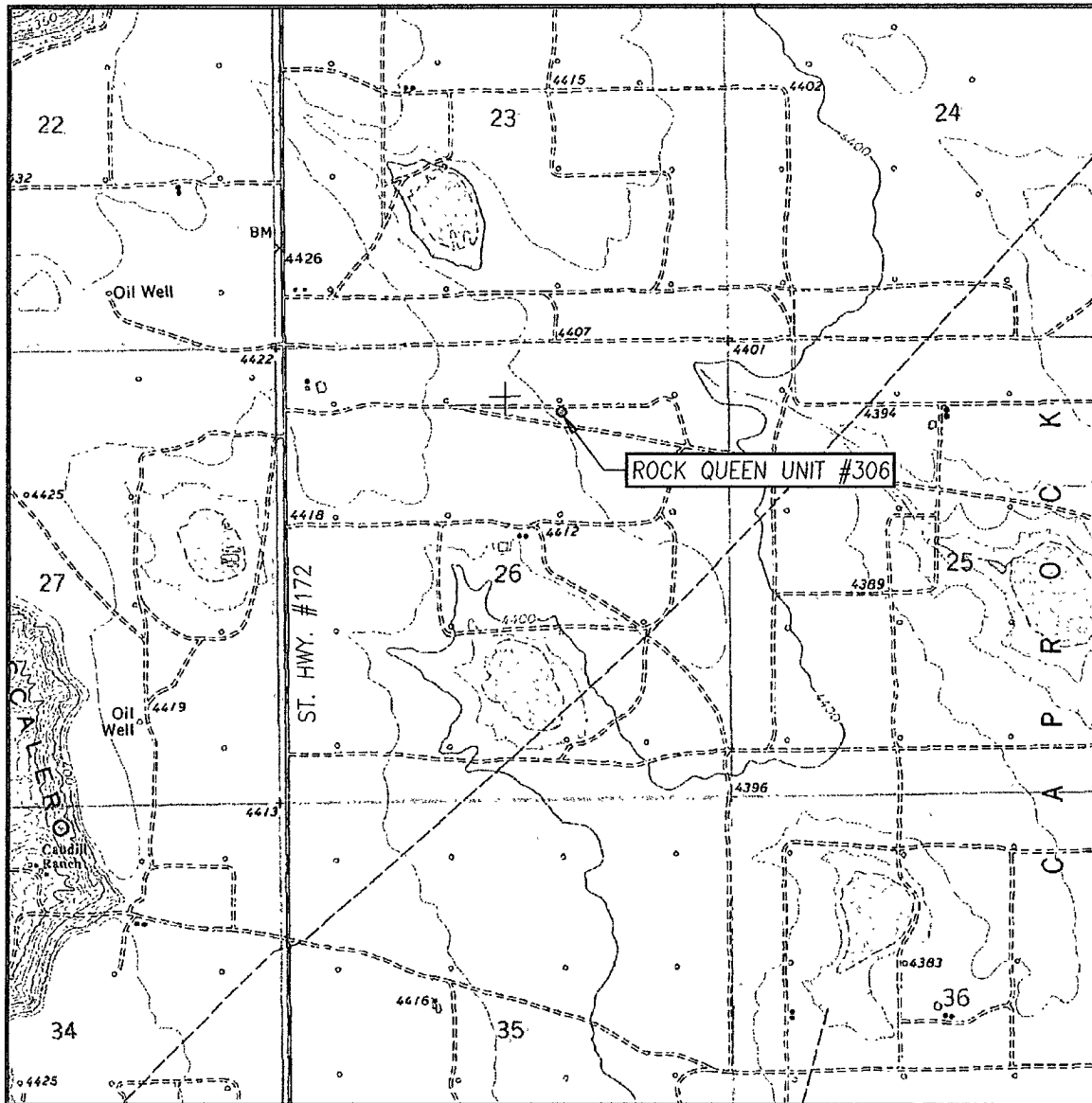
ELEVATION 4409'

OPERATOR CELERO ENERGY II LP

LEASE ROCK QUEEN UNIT



LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
CAUDILL RANCH, N.M. - 10'

SEC. 25 TWP. 13-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY CHAVES STATE NEW MEXICO

DESCRIPTION 810' FNL & 1990' FEL

ELEVATION 4409'

OPERATOR CELERO ENERGY II LP

LEASE ROCK QUEEN UNIT

U.S.G.S. TOPOGRAPHIC MAP
CAUDILL RANCH, N.M.



PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(575) 393-3117