Form 3160-5 (April2004)

### New Mexico Oil Conservation Division, District 1 UNITEDSTATES 1625 N. French Drive FOR

DEPARTMENT OF THE INTER WRIDE AND ACCOUNT BUREAU OF LAND MANY OF THE INTER WRIDE AND ACCOUNT OF THE INTER WRITE AND ACCOUNT

BUREAU OF LAND MANAGEMENT BUREAU OF LAND MANAGEMENT

FORMAPPROVED OM B No. 1004-0137 Expires March 31, 2007

#### SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No.	
NM 03210	

Do not use th abandoned we	6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well Oil Well	8. Well Name and No.			
2. NameofOperator Celero Energy II, LP	West Cap Queen Sand Unit #9  9. API Well No.			
3a. Address 400 W. Illinois, Ste. 1601	30-005-01095 10. Field and Pool, or Exploratory Area			
400 W. Illinois, Ste. 1601 Midland TX 79701 (432)686-1883 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				Caprock; Queen
UL N, Sec 17, T14S, R31 660' FSL & 1982' FWL	11. County or Parish, State Chaves, NM			
12. CHECK AF	PPROPRIATE BOX(ES)TO	O INDICATE NATU	E OF NOTICE,	REPORT, OR OTHER DATA
TYPEOF SUBMISSION	TYPE OF ACTION			
Notice of Intent  Subsequent Report  Final Abandonment Notice	Acidize AlterCasing Casing Repair Change Plans Convert to Injection	Deepen FractureTreat New Construction Plug and Abandon Plug Back	Production (S Reclamation Recomplete Temporarily A Water Dispos	***************************************
If the proposal is to deepen dire Attach the Bond under which the following completion of the inv	ectionally or recomplete horizontally or recomplete horizontal he work will be performed or provolved operations. If the operational Abandonment Notices shall by for final inspection.)  and POOH.  by POOH w/4" washpoo', POOH w	ally, give subsurface location of the Bond No. on file in results in a multiple come filed only after all require poipe.  835' (Tag).  CCI C.	ons and measured and with BLM/BIA. Recoletion or recompletic ements, including recomments, including recomments.	of any proposed work and approximate duration thereof. If true vertical depths of all pertinent markers and zones. In the vertical depths of all pertinent mar
		APPR ENDI	חבר	3 MONTH PERIOD 2 1 2010

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1				
Lisa Hunt	Title Regulatory Analyst				
Signature Lisa Hunt	Date 09/07/2010				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by /S/ DAVID R. GLASS	PETROLEUM ENGINEER Date SEP 2 1 2010				
Conditions of approval, if any, are attached. 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.					
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for ar States any false, fictitious or fraudulent statements or representations as to any	ny person knowingly and willfully to make to any department or agency of the United matter within its jurisdiction.				

(Instructions on page 2)

#### **CELERO ENERGY**

FIELD:

Caprock

DATE:

Aug. 28, 2010

LEASE/UNIT:

WCQSU

BY: WELL: MWM 9

COUNTY:

Chaves

STATE:

**New Mexico** 

Location: 660' FSL & 1982' FWL, Sec 17N, T14S, R31E

DF = 4103'

SPUD: 8/20/56 COMP: 9/14/56 CURRENT STATUS: SI Injector

GL =

API = 30-005-01095

Original Well Name: Cleat #4 (Phillips Petroleum)

est'd 11' hole

8-5/8", 24#, J-55 @ 208' w/175 sx-circ'd

est'd 7-7/8" hole Grapple at 19'

> Top Rustler @ 1066' Top Anhy/Salt @ 1470' Top Yates @ 1935' Top Queen @ 2697'

Existing--8/28/2010

TOC @ 2216' calc'd w/10% enlargment, yield = 1.26 ft3/sk

4-1/2" WOS and 4" WP at 2434'--got to 2564' Broken mill (14"-by-1.62") in tubing at 2602'

Packer @ 2682'

5-1/2", 14#, J-55 @ 2715' w/ 100 sx

Top of Queen @ 2697'

Queen Open Hole: 2715' - 2735 (9/56)

PBTD - 2735' TD - 2735'

#### **CELERO ENERGY**

FIELD:

Caprock

DATE: Aug. 28, 2010 BY: MWM

DF = 4103'

LEASE/UNIT:

WCQSU

WELL: 9

MWM 9

COUNTY:

Chaves

STATE:

**New Mexico** 

Location: 660' FSL & 1982' FWL, Sec 17N, T14S, R31E

GL =

SPUD: 8/20/56 COMP: 9/14/56 CURRENT STATUS: SI Injector

Tag

Tag

Tag

API = 30-005-01095

Original Well Name: Cleat #4 (Phillips Petroleum)

est'd 11' hole 8-5/8", 24#, J-55 @ 208' w/175 sx-circ'd est'd 7-7/8" hole 90 sx circ'd to surface

Perf (4) at 258'

Top Rustler @ 1066' Top Anhy/Salt @ 1470' Top Yates @ 1935' Top Queen @ 2697'

Proposed P&A--8/28/2010

Spot 40 sx CI C at 1470' Perf (4) at 1470'

Spot 40 sx CI C at 1935' Perf (4) at 1935'

TOC @ 2216' calc'd w/10% enlargment, yield = 1.26 ft3/sk

Spot 25 sx Cl C at 2600'
Tubing stub at 2600'

Broken mill (14"-by-1.62") in tubing at 2602'

Packer @ 2682'

5-1/2", 14#, J-55 @ 2715' w/ 100 sx

Top of Queen @ 2697'

Queen Open Hole: 2715' - 2735 (9/56)

PBTD - 2735' TD - 2735'



No records found.

PLSS Search:

Section(s): 8

Township: 14S

Range: 31E

SECTION NORTH OF WCQSU#9.



No records found.

PLSS Search:

Section(s): 16

Township: 14S

Range: 31E

SECTION EAST OF WCQSU #9



No records found.

PLSS Search:

Section(s): 17

Township: 14S

Range: 31E

LOCATION OF WERSH #9.



No records found.

PLSS Search:

Section(s): 18

Township: 14S

Range: 31E

SECTION WEST OF WCQS4 #9.



No records found.

PLSS Search:

Section(s): 20

Township: 14S

Range: 31E

SECTION SOUTH OF WCQS4#9.

#### **BUREAU OF LAND MANAGEMENT**

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

#### Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90<sup>th</sup> day provide the BLM Roswell Field Office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours call (575) 627-0205 or after office hours call (575) 420-2832. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
- 3. <u>Blowout Preventers:</u> A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

- 6. Monument: Upon abandonment of the well, all casing shall be cut-off at the base of the cellar or 3-feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.