

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

OIL CONSERVATION DIVISION

DEC 17 1220 South St. Francis Dr.

HOBBS

Santa Fe, NM 87505

WELL API NO.	30-005-29159
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	701
9. OGRID Number	247128
10. Pool name or Wildcat	Caprock; Queen
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	4393' 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 <input type="checkbox"/>	
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 C : 100 feet from the North line and 1309 feet from the West line Section 36 Township 13S Range 31E NMPM County Chaves
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4393' 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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐ 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.

11/29/10 - Spud @ 16:30 hrs. Drill 11" Hole F/ 40' T/ 343'. Run 8 5/8" csg as follows: Texas Pattern shoe (.75'), 1- jt 8 5/8", 24#, J-55, ST&C csg (38.22'), 1- float collar (1.12'), 7 jts 8 5/8" csg (306'). Cmt: as follows: 270 sx Class "C" + 2% CaC12 + 0.125% Cello Flake + 0.25% R-38. Circulate 81 sx to surface. WOC.

11/30/10 - Drill from 343' to 984'.

12/1/10 - 12/2/10 - Drill 7 7/8" hole F/ 984' T/ 3,108'

12/3/10 - Drill 7 7/8" hole F/ 3,108' T/ 3,125'. Run 5 1/2" csg as follows: Texas Patt w/ float collar (1.50'), 1 jt, (3,815'), 5 1/2" csg, 15.5 LT&C, float collar (1.20'), 81 jts 5 1/2" csg, 15.5 ST&C (3,088'). Cmt as follows: Lead 500 sx of Class "C" cmt 50/50 + 10% gel + 5% salt + .25% R-38. Tail 300 sx Class "C" cmt 50/50 + 2% gel + 5% salt + .25% R-38. Circ. 97 sx cmt to pit. Released rig @ 3:00 A.M. 12/3/10.

Spud Date:

11/29/10

Rig Release Date:

12/3/10

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 12/15/2010

Type or print name Lisa Hunt E-mail address: lhunt@celeroenergy.com PHONE: (432)686-1883

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE DEC 21 2010

Conditions of Approval (if any):



Well Name & Number: ROCK QUEEN UNIT #701

API Number: 30-005-29159

Location: 100' FNL & 1320' FWL, Lot C, Sec. 36, Township 13S, Range 31E,  
Chaves County, New Mexico

Operator: Celero Energy II, L.P.

Drilling Contractor: Union Drilling, Inc.

The undersigned hereby certifies that she is an authorized representative of the drilling Contractor who drilled the above described well and that deviation survey tests were conducted and she obtained the following results:

**RECORD OF INCLINATION**

*11. Measured Depth (feet)	12. Course Length (Hundreds of feet)	*13. Angle of Inclination (Degrees)	14. Displacement per Hundred Feet (Sine of Angle X100)	15. Course Displacement (feet)	16. Accumulative Displacement (feet)
303	303	1/4	0.44	1.32	1.32
1267	964	1/2	0.87	8.41	9.73
2168	901	1/2	0.87	7.86	17.60
3126	958	3/4	1.31	12.54	30.14

Drilling Contractor: Union Drilling, Inc.

By:

Jim Mayfield  
Jim Mayfield

Title: Division Manager

Subscribed and sworn to before me this 3<sup>rd</sup> Day of December, 2010.

Laura Jo Young  
Notary Public

My Commission Expires: 7-29-14

COUNTY OF TAYLOR )

STATE OF TEXAS )

