

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

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

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.)		WELL API NO. 30-005-00909
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Injector <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Celero Energy II, LP		6. State Oil & Gas Lease No.
3. Address of Operator 400 W. Illinois, Ste. 1601 Midland, TX 79701		7. Lease Name or Unit Agreement Name Rock Queen Unit
4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>N</u> line and <u>1650</u> feet from the <u>E</u> line Section <u>34</u> Township <u>13S</u> Range <u>31E</u> NMPM County <u>Chaves</u>		8. Well Number 99
		9. OGRID Number 247128
		10. Pool name or Wildcat Caprock; Queen
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		

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 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: Attempt to return to injection <input checked="" 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.

1/24 -1/26/11 - NDWH & NUBOP. LD 1 jt from well, no pipe in hole. TIH w/ 3 7/8" bit, bit sub & 65 jts of 2 3/8" J-55. Tag @ 1995'. C/O 4 1/2" 9.5# csg to 3020'. Drld cmt from 1995' to 1999'. Got junk back in returns. Drld from 1999' to 2000' on junk. PU 3 1/4" shoe w/ 3 7/8" SOD MID w/ wires & diamonds, 4' extension, top bushing, top sub. RIH w/ 65 jts. Tag @ 2000'. 8 bbls to load well. Drld on cmt, rubber plug & junk from 2000' to 2003'. Went through plug. Circ hole clean. TIH & tag @ 2673', 86 jts of 2 3/8" J-55. Pumped 80 BPW, did not get returns. Dry hole drld 10 min. TOH & hung up on 2nd jt. Freed pipe, TOH & hung up on 2nd jt. Freed pipe & TOH 22Stds. Well started blowing @ 1304' w/ 42 jts in hole. Hooked up pump, put 20 bbls on backside, 5 bbls down tbg & killed well. TIH w/ 2 3/8" WS & 3 7/8" impression block to 2673'. Work through to 2674'. TOH w/ 2 3/8" WS & impression block. Impression block had been cut approx 2" wide x 1/2" deep. Indicated parted 4 1/2" 9.5# csg. Also had scour marks from coming up. TIH w/ 3 7/8" bit, BS & 86 jts of 2 3/8" WS. Tag @ 2675'. Drld w/ no returns. Pipe fell through, circ clean, worked pipe through several times. Didn't tag again. Tag @ 2760' on jt #89. TOH & LD bit. PU impression block & TIH w/ 88 jts. Tag @ 2739', turned pipe & fell through. Cont'd to 2760', 89 jts. Turned pipe & fell through. Cont'd down & tag @ 2822' jt #91. Turn pipe & fell through. Cont'd down & tag @ 2865', would not go through jt #92. TOH to 2670' & back into 2865'. Pull up to 2578', 83 jts in hole. SWI.

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 01/27/2011

Type or print name Lisa Hunt

E-mail address: lhunt@celeroenergy.com

PHONE: (432)686-1883

For State Use Only

APPROVED BY:

[Signature]

TITLE

State MGR

DATE

1-27-2011

Conditions of Approval (if any):