

RECEIVED

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

NOTICE OF ABANDONMENT AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.

LC-068288-A

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other *Int*

2. Name of Operator

Celero Energy II, LP

3a. Address

400 W. Illinois, Ste. 1601 Midland TX 79701

3b. Phone No. (include area code)

(432)686-1883

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.

Rock Queen Unit #52 ✓

9. API Well No.

30-005-00865 ✓

10. Field and Pool or Exploratory Area

Caprock; Queen

11. Country or Parish, State

Chaves, NM

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

B/D Sec 25, T13S, R31E
660' FNL & 1980' FEL

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other MIT |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

1/20/11 - NDWH & NUBOP. Release pkr & TOH, LD 96 jts of 2 3/8" OD 4.7# 8rd EUE J-55 IPC tbg plus 4 1/2" OD nickel plated pkr w/ profile nipple & on/off tool.

1/21/11 - Remove old WH's. Install 9 5/8" x 7" 2000# working pressure Braden head, 7" x 4 1/2" 2000# working pressure intermediate WH & 7 1/16" x 3000# WP x 4 1/2" 8rd tbg head spool. NUBOP. TIH w/ 93 jts of 2 3/8" OD 4.7# 8rd EUE J-55 IPC tbg w/ special thread lubricant + 4 1/2" nickel plated AS1-X pkr w/ 1.78" profile nipple & on/off tool. Set pkr @ 3014' w/ 10 pts of tension. Release on/off tool from pkr. Displace hole w/ pkr fluid & latch back onto pkr. Test to 525#, held okay. NDBOP & finished NU w/ tbg head w/ flanged 2/16" x 5000# WP SS tbg valve w/ 2 3/8" x 6" SS nipple on top & below of tbg valve & nickel plated injection tee. Connect to injection & RDMO.

1/25/11 - Ran OCD required MIT. Tested for 32 minutes to 525#. Test okay & witnessed by Maxey Brown w/ OCD. Original chart sent to OCD Hobbs. Copy of chart is attached.

TOP PERM 3059'

R-1541-A

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Lisa Hunt

Title Regulatory Analyst

Signature

Lisa Hunt

Date 02/01/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

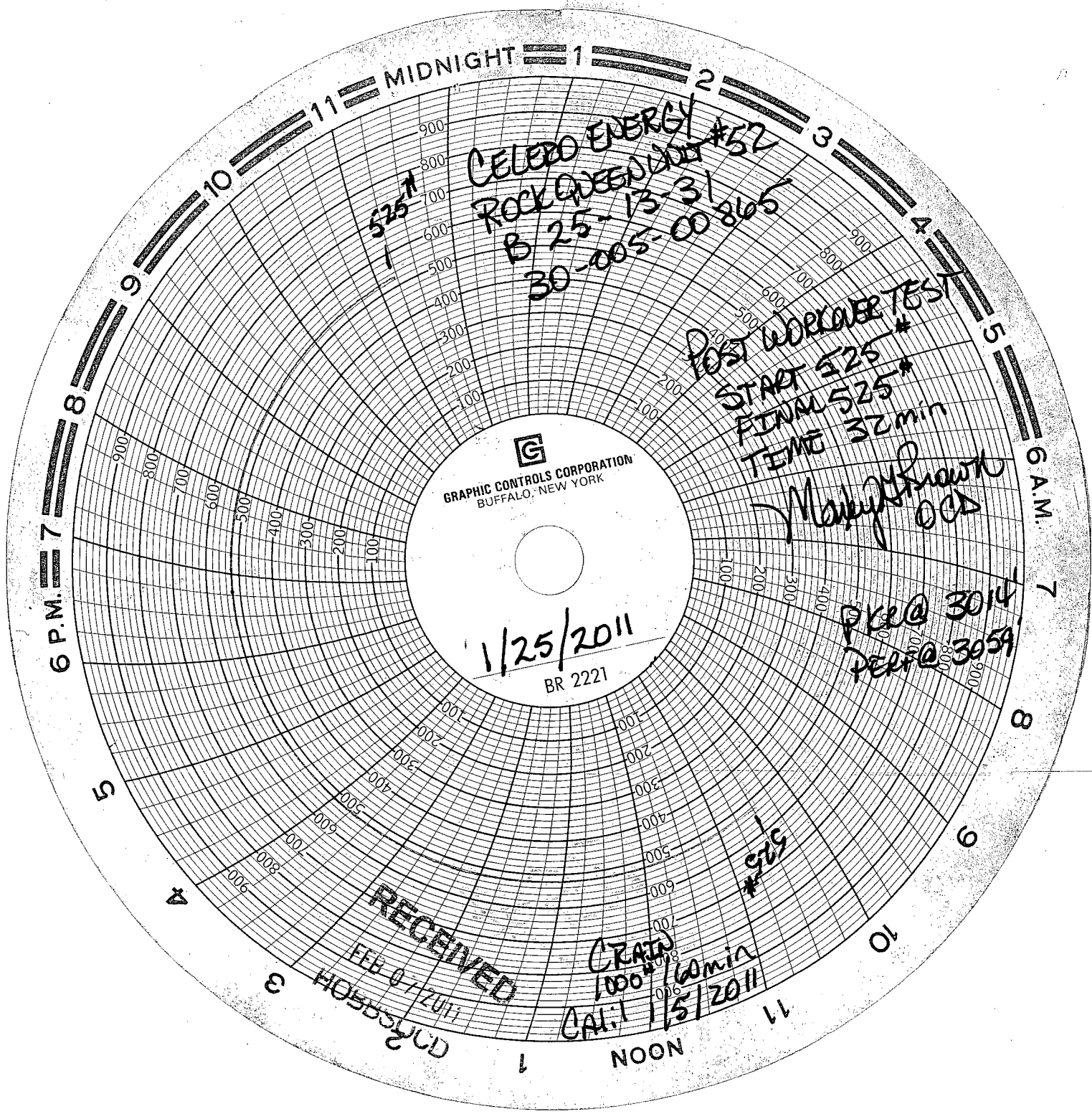
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

~~This Approval of Temporary Abandonment Expires~~



CELEDO ENERGY
ROCK QUEEN UNIT #52
B 25-13-31
30-005-00865

POST WORKOVER TEST
START 525
FINAL 525
TIME 32min

Marty Shaw
000

PKE@ 3014
FERR@ 3059

RECEIVED
FEB 07/2011

HOBBS
200

CRAT
1000
6min
CAL: 1/5/2011

525