### ₽om 3160•5 (August 2007)

# New Mexico Oil Conservation Division, District I

1625 N. French Drive Hobbs, NM 88240

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No

6. If Indian, Allottee or Tribe Name

## SUNDRY NOTICES 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.

SUBMIT	IN TRIPLICATE - Other	7. If Unit of CA/Agree	7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well					
X Oil Well Gas Well Other				8. Well Name and No. Rock Queen Unit #32	
2. Name of Operator Celero Energy II, LP				9. API Well No. 30-005-00888	
3a. Address 3b. Phone No. (include area code)			ode) 10. Field and Pool or	Exploratory Area	
400 W. Illinois, Ste. 1601 M	(432)686-1883		Caprock; Queen		
4. Location of Well (Footage, Sec., T.,I Sec 27, Unit I, T13S, R31E 1980' FSL & 660' FEL	R.,M., or Survey Description,		11. Country or Parish Chaves, NM	Chaves, NM	
	K THE APPROPRIATE BO	X(ES) TO INDICATE NATU	RE OF NOTICE, REPORT OR OTH	HER DATA	
TYPE OF SUBMISSION TYPE OF ACTION					
	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off	
X Notice of Intent	Alter Casing	Fracture Treat	Reclamation	Well Integrity	
`	Casing Repair	New Construction	Recomplete	X Other Convert to	
Subsequent Report	Change Plans	Plug and Abandon	Temporarily Abandon	monitor well	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
testing has been completed. Final a determined that the site is ready for 1) RU unit and reverse unit 2) POOH and lay down an 3) Make a 4-3/4" bit and set 1) RU unit had peaker and set 1) RU with test peaker and set 1) RU with test peaker and set 1) RU with test peaker and 1) RU with test p	tinal inspection.) it. y existing injection ed craper run to TD.	quipment.			
<ul> <li>4) RIH with test packer on workstring and pressure test casing.</li> <li>5) RIH with IPC AD-1 and IPC 2-3/8" tubing to within 100' of casing shoe.</li> <li>6) Circulate hole with freshwater packer fluid and perform MIT.</li> <li>7) Install wellhead valve and shut in as monitor well for RQU CO2 Pilot.</li> </ul>			ioe.	RECEIVED	
			ot. MAR	R 0 3 2011	
APPROVED FOR 3 MONTH PERIOD			НОЕ	HOBBSOCD	
ENDINGMAY ? I	3 2011				
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				•	
14. I hereby certify that the foregoing is to	ue and correct. Name (Printe	d/Typed)			
Lisa Hunt		Title Regu	Title Regulatory Analyst		
Signature Susa	Huxt	Date 02/11	/2011		

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify

PETROLEUM ENGINEER

FEB 28 2011 Date

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 Office

Date 02/11/2011

MAR U 4 2011 PETROLEUM ENGINEER

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.

Signature

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

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

## Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporary abandoned well is defined as a completion that is not capable of production in paying quantities but may have value as a service well. Pursuant to 43 CFR 3162.3-4(c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful casing integrity test as follows:

- 1. A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
- A. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging.
- B. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes with a 10% allowable leakoff.
- C. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
- D. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
- E. Contact the BLM Roswell Field Office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Chaves and Roosevelt County, call (575) 627-0205 or after office hours call (575) 420-2832.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status up to 12 months.

- 1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
- 2. Attaches a clear copy of the original pressure test chart.
- 3. Provided justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned.
- 4. Describes the temporary abandonment procedure.

The TA status could be extended without another casing integrity test provided there was no leak-off during the test and the test was witnesses by a BLM representative.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.

Ref: IM: NM-95-022 (12/16/1994)