Submit 1 Copy To Appropriate District St Office Energy, M	Form C-103 October 13, 2009				
District I Energy, Minerals and Natural Resources 1625 N. French Dr., Hobbs, NM 88240 HOBBS OF CONSERVATION DIVISION District II 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 874 13 2011 District IV 1220 South St. Francis Dr. 1220 S. St. Francis Dr., Santa Fe, NM 87505		WELL API NO. 30-005-29161 5. Indicate Type of Lease STATE X FEE 6. State Oil & Gas Lease No.			
SUNDRY NOT USE THIS FORM FOR PROPOSALS TO DRILL OR DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMI	 Lease Name or Unit Agreement Name Rock Queen Unit 				
PROPOSALS.) 1. Type of Well: Oil Well Gas Well O	8. Well Number 703				
2. Name of Operator Celero Energy II, LP	9. OGRID Number 247128				
3. Address of Operator 400 W. Illinois, Ste. 1601 Midland, TX 79701	10. Pool name or Wildcat Caprock; Queen				
4. Well Location					
	om the <u>North</u> line and <u>850</u>				
	ship 13S Range 31E Show whether DR, RKB, RT, GR, etc.)	NMPM CountyChaves			
4377'					
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data					
NOTICE OF INTENTION TO	SUB	SEQUENT REPORT OF:			
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PAND A PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB PAND A DOWNHOLE COMMINGLE PAND A PAND A PAND A					
OTHER: OTHER: Well completion					
 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. 					
3/29 -3/31/11 - MIRU. NDWH & NUBOP. TIH w/ 4 ³ / ₄ " bit & 2 3/8" tbg. Tag @ 3055'. D/O cmt from 3055' - 3101'. Circ hole clean. TOH. Ran GR/CCL/CNL from 2000' - 3101'. Perf 5 ¹ / ₂ " csg from 3046' - 3060' w/ 3 1/8" cased gun, 2 SPF, 19 gram charges, 120° phasing, 0.40" hole; 15' & 30 holes. TIH w/ 2 3/8" WS & 5 ¹ / ₂ " AD-1 pkr. Set pkr @ 2943'. Tested tbg-csg annulus w/ 550# & held. Pumped 7 ¹ / ₂ BFW @ 2366# & 2.5 BPM. Acdz perfs 3046-60' w/ 2000 gal of 7 ¹ / ₂ % NEFE acid & 40- 7/8" ball sealers. Flushed w/ 14 BFW, no overflush. Treating pressures were: Max = 2370#; Avg = 2280#; Avg rate = 3.1 BPM (very little ball action). ISIP = 1800#; 5 min = 1270#; 10 min = 790#; 15 min = 620#, TLTR = 90 bbls. TOH w/tbg & pkr, LD 2 3/8" OD tbg work string w/ pkr. TIH w/ 93 jts (3005') of 2 3/8" OD, 4/7#, 8rd, EUE, J55 IPC tbg w/ Hunting special thread lubricant plus 5 ¹ / ₂ " nickel plated AS1-X pkr w/ 1.5" "F" profile nipple & on off tool. Pkr set @ 3005'. Release on off tool, circ pkr fluid, latch back onto pkr. NDBOP. Pulled 15 pts of tension on pkr. NU 7 1/16", 3K x 2 3/8" flaged adapter tbg head w/ 2 1/16", 5K, SS tbg valve & nickel plated injection tee. Connect for injection.					
5/4/11 - Ran MIT. Tested for 31 min @ 520#. No pressure loss. Witnessed by Mark Whitaker w/ OCD. Original chart is attached. Well ready for injection as per Order No. R-1541-A.					
Spud Date:	Rig Release Date:				
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I hereby certify that the information above is true and		e and belief.			
SIGNATURE LUSA HUNT	TITLE Regulatory Analyst	DATE 05/11/2011			
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Type or print name Lisa Hunt For State Use Only	_ E-mail address: <u>lhunt@celeroene</u>	rgy.com PHONE: (432)686-1883			
APPROVED BY:	_TITLE	DATE MAY 1 8 2011			
Conditions of Approval (if ary):		P			

Spud Date:	, \$	Rig Release Date:				
			=x-883			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.						
SIGNATURE	Lua Hurt	TITLE Regulatory Ana	lystDATE	05/11/2011		
Type or print	name Lisa Hunt	E-mail address: <u>lhunt@</u>	Jceleroenergy.com PHON	IE: <u>(432)686-1883</u>		
For State Use APPROVED Conditions of		TITLE	DATE	MAY 1 8 2011		

