<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210

Phone: (575) 748-1283 Fax: (575) 748-9720 District III
1000 Rio Brazos Road, Aztec, NM 87410

E-mail Address: dplaisance@paladinenergy.com

Phone: 214-654-0132 ext 3

Date: 8/25/2014

## State of New Mexico

Form C-101 Revised July 18, 2013

## **Energy Minerals and Natural Resources**

Oil Conservation Division HOBBS OCD

☐AMENDED REPORT

Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462			1220 South St. Francis Dr.								
				1220 South St. Francis Dr. Santa Fe, NM 87505  AUG 27 2014							
				O DRILL, RE-				DECEIVE	)		
APPL	CATIO	ON FOR	PERMIT TO	O DRILL, RE-	ENTER	R, DE	CEPEN	, PLUGBACI	K, OR AD	D A ZONE	
Paladin Energy Corp. 10320 Monroe Dr., Suite 301, Dallas, Texas						75220			164070		
	10320	Monroe	Dr., Suite 301, Dallas, Texas 73229					30-025-03151			
* Property Code				3. Property Name South Vacuum Unit				* Well No. 352			
				7. Surface							
UL - Lot	Section	Township	Range	i i	et from		'S Line	Feet From	E/W Line	County	
<u>I</u>	35	18S	35E		980	L	outh	660	East	Lea &	
UL - Lot	Section	Township	Range	8. Proposed Bot	tom Hole	T	S Line	Feet From	E/W Line	County	
			1g.				D Ziii.	T GOL T TOM	B W Ellie	County	
	<u> </u>		<u> </u>	<sup>9.</sup> Pool Inf	ormation	L n					
				Pool Name						Pool Code	
	Kee	2 Ves -	Vacuum; Wolfcamp	, South	outh				9746		
·	·			Additional We		nation					
11. Work Type P			<sup>12.</sup> Well Type Oil	- "			tary 14. Lease Type State		15. Ground Level Elevation 3,862' GR		
16. N	fultiple		17. Proposed Depth	Proposed Depth 18. Format			ion <sup>19.</sup> (		Contractor 20		
No Depth to Ground water 60'			11,400'	,400' Wolfcam  Distance from nearest fresh water we					4/15/2014 to nearest surface water		
Depui to Gio	unu water	60'	Distan	ce nom nearest fresh wa	ter wen	72 IIIIE		Distance to	nearest surfac	e water	
<b>∐We will</b> b	e using a c	losed-loop	system in lieu of	lined pits							
			<sup>21.</sup> ]	Proposed Casing a	nd Ceme	ent Pr	ogram				
Туре	Hole Size		Casing Size	Casing Weight/ft			Sacks of Cement		Estimated TOC		
	17-	1/2"	13-3/8"	48#		351'		400 Sac	ks	Sur	
	12-	1/4"	9-5/8"	40#		3,808'		1220 sa	cks	Sur	
8-3/4"			7" 26# & 29#			12,300'		760 Sacks		7,066'	
			Casing	z/Cement Program	: Additi					.,	
6-1/4" hole	e, 5" liner	to 15,248'	, 18#, 300 Sack	is .							
			<sup>22.</sup> [	Proposed Blowout	Preventi	ion Pr	ogram				
Туре			w	orking Pressure		Test Pressure			N	fanufacı     =	
6" Dual Ram				3,000 psi							
										ell_ TA_	
			n given above is tri	ue and complete to the			OIL.	CONSERVAT	ION DIVIS	SION 3	
best of my knowledge and belief.  I further certify that I have complied with 19.15.14.9 (A) NMAC and/or						OIL CONSERVATION DIVISION  Approved By:					
19.15.14,9_(1		, if applica			Appro	oved By	): 			باتخرا	
Signature	ليسد	Has	bour 4				Mo	weef 1		ING	
Printed name: David Plaisance						Title: Petroleum Engineer					
Title: VP Exploration & Production						Approved Date: 08/29/14 Expiration Date: 9/16 & Q (7)					

Conditions of Approval Attached

Proposed Operations - South Vacuum Unit 352 - Wolfcamp Plugback

Set CIBP at 11,500', above stuck 7" packer at 11,555' (Devonian perforations at 11,630-831'), dump bail 35' of cement, WOC, test plug to 500 psi. Perforate Wolfcamp formation from 9,920-952', 9,970-10,080', 10,100-120', 10,196-202', 4SPF. GIH w/ packer and 2-7/8' workstring. Set packer at 9,800'. Acidized perforations with 6,500 gallons 15% HCL. Swabbed back spent acid and water. POOH with packer and tubing. Run production tubing and rod pumping equipment and place well on production.