PALADIN ENERGY CORP.



Via Email

10/26/2015

Phillip R. Goetze, P.G. Engineering and Geological Services Bureau Oil Conservation Division 1220 South St. Francis Drive, Santa Fe, NM 87505

Re:

Request permission to upsize tubing string and install 4-1/2" diameter tubing. Paladin Energy Corp., South Vacuum Unit 353 Well (API #30-025-03152)

Administrative Order SWD-1579

Mr. Goetze,

As per our conversation on 10/22/2015, Paladin Energy has received authorization under the above Administrative Order, to re-complete the South Vacuum Unit Well No. 353 to produced water disposal operations (SWD). The order specifies the utilization of 3-1/2" or smaller tubing in the completion. Paladin would like to upsize this requirement to utilize 4-1/2" internally coated tubing.

Since the casing size where the internally coated packer will be set is 7" in diameter, annular space is sufficient in the event that fishing operations ever become necessary. As per the attached C-103, Paladin request permission to amend the governing Order to authorize the use of 4-1/2" internally coated tubing (or smaller) in the South Vacuum Unit Well No. 353 SWD.

If you have any questions or need further information, please let me know. Thank you.

Sincerely,

David Plaisance

V.P. Exploration & Production

Paladin Energy Corp.

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