

Submit 3 Copies  
to Appropriate  
District Office

STATE OF NEW MEXICO  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

2040 Pacheco St.  
Santa Fe, NM 87505

WELL API NO. 30-025-03152

DISTRICT II  
P.O. Drawer DD, Artesia, NM 888210

5. Indicate Type of Lease  
STATE  FEE   
6. State Oil & Gas Lease No.

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

7. Lease Name or Unit Agreement Name  
South Vacuum Unit

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:  
OIL  GAS WELL  OTHER

8. Well No.

2. Name of Operator Paladin Energy Corp.

9. Pool name or Wildcat

3. Address of Operator 10290 Monroe Dr., Ste. Ste 301, Dallas, TX 75229

Vacuum, South Devonian

4 Well Location  
Unit Letter C : 660 Feet From The North Line and 1980 Feet from The West Line  
Section 35 Township 18-S Range 35-E NMPM Lea County  
Elevation (Show whether DF, RKB, RT, GR, etc)

Check Appropriate Box to Indicate Nature of Notice, Report, Or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK  PLUG AND ABANDON   
TEMPORARILY ABANDON  CHANGE PLANS   
PULL OR ALTER CASING   
OTHER

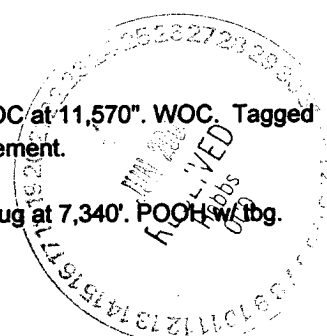
SUBSEQUENT REPORT OF:

REMEDIAL WORK  ALTRG CSG   
COMMENCE DRLG OPNS.  P&A   
CSG TST & CMT JOB   
OTHER: Sidetrack Preparation

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent date, including estimated date of starting any proposed work) SEE RULE 1103

Prepare Hole for Sidetrack - 3/9/2004-3/12/2004

MIRU, WIH with 5-1/2" CIBP and set at 11,680'. Dump bailed 110' of cement on top of bridge plug -TOC at 11,570". WOC. Tagged plug at 11,570'. Pumped 130 bbls of 9.2# mud. Pulled up, set plug from 8900' to 9000' w/ 35 sacks cement. Freepointed 5-1/2" casing and found free and cut at 7605', worked free, POOH with casing. WIH w/ 2-7/8" tubing, pump 90 sacks of cement and set plug from 7,675' to 7,340', WOC. Tagged plug at 7,340'. POOH w/ bfg. MO location and prepare for sidetrack rig.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE David Plaisance TITLE VP Exploration & Production DATE 6/17/2004  
214-654-0132

TYPE OR PRINT NAME David Plaisance TELEPHONE NO.

(This space for State Use)  
APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE JUN 25 2004

CONDITIONS OF APPROVAL, IF ANY:  
2A Vacuum Devonian South