

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources
HOBBS OCD
AUG 22 2016
RECEIVED
 OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 October 13, 2009

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 Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other - SWD	7. Lease Name or Unit Agreement Name East Caprock SWD
2. Name of Operator PALADIN ENERGY CORP.	8. Well Number 2
3. Address of Operator 10290 Monroe Drive, Suite 301, Dallas, Texas 75229	9. OGRID Number 164070
4. Well Location Unit Letter <u>B</u> : <u>330</u> feet from the <u>North</u> line and <u>2310</u> feet from the <u>East</u> line Section <u>14</u> Township 12S Range 32E NMPM Lea County	10. Pool name or Wildcat Caprock:Devonian, East
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4354' RKB	

12. 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 MULTIPLE COMPL
 DOWNHOLE COMMINGLE

SUBSEQUENT RE

- REMEDIAL WORK INT TO PA
 COMMENCE DRILLING OPNS. P&A NR _____
 CASING/CEMENT JOB P&A R _____

OTHER:

OTHER: _____

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- Perf. SQZ WOC tag*
- 1.) MIRU, GIH and set CIBI at 11,150' (above Devonian open hole). *CIRC HOLE w/ Mud Laden Fluid* GBIH with 2-7/8" tubing and pump 1st plug with 25 sacks of cement from 11,150-11,050'. WOC. Tag cement. GIH and set CIBP at 8,350' (above squeezed Wolfcamp Perforations). Spot 2nd plug with 25 sacks of cement from 8,250' - 8,350'. WOC, tag plug.
- 2.) *SPOT 30' SX @ 2200' (B. Salt)* Spot 3rd plug with 25 sacks of cement at 6,000'. Cut 5-1/2" casing at 3,700' or deepest free point and pull. GIH w/ 2-7/8" tubing and set 4th plug with 300' cement shoe plug in and out of 5-1/2" casing, from 3,800' to 3,500' with 50 sacks class C cement. WOC. Tag plug at 3,500'.
- 3.) Perforate 8-5/8" casing at 1,500' for squeeze. GBIH with tubing and packer, squeeze perfs with 40 sacks of cement at 1,500'. POOH with tubing and packer, WOC. Tag plug. *350'*
- 4.) Perforate 8-5/8" casing at *250'*, squeeze 6th plug with 50 sacks. Tag cement plug.
- 5.) Perforate at 60', squeeze and fill casing from 60' to surface with class C cement. WOC. Tag plug.
- 6.) Cut all casing 3' below mud line. Backfill, set P&A marker, clear location.

Spud Date:

NOTIFY OCD 24 HOURS PRIOR TO BEGINNING PLUGGING OPERATIONS

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

SIGNATURE

David Plaisance

TITLE V.P.

DATE 8/18/2016

Type or print name
 For State Use Only

David Plaisance

E-mail address: dplaisance@paladinenergy.com PHONE: 214-654-0132

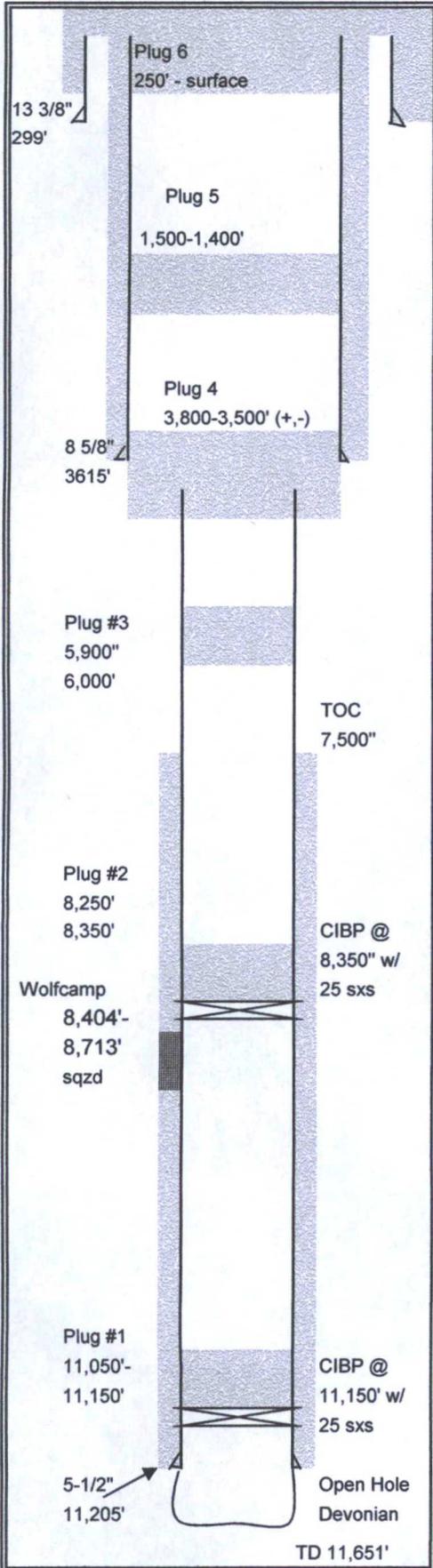
APPROVED BY:

Mark Whitaker

TITLE Petroleum Engr. Specialist

DATE 8/23/2016

Conditions of Approval (if any):



Lease: East Caprock **Well:** SWD #2 API # 30-025-00113
 Field: East Caprock County: Lea State New Mexico
 Section 11 Township 12-S Range 32-E
 Elev. GL _____ Elev. DF _____ Elev. KB 4354'
 Spudded 5/16/1953 Completed 8/28/1953 990' FN&WL

Surface Casing	13 3/8" OD	35.6#/Ft.	Grade	
	Set @	299'	Hole Size	17 1/2"
	TOC	Sur.	Sacks	225
Intermediate Casing	8 5/8" OD	24 & 32#/Ft.	Grade	J-55
	Set @	3615'	Hole Size	12 1/4"
	TOC		Sacks	1,500
Production Casing	5-1/2"	17#/Ft.	Grade	J-55, N-80
	Set @	11,205'	Hole Size	7-7/8"
	TOC	7500'	Sacks	600
Liner Record	OD	#/Ft.	Grade	
	Top @		Bottom @	
	Screen		Hole Size	
	TOC		Sacks	
Tubing Detail	2-7/8"		Grade/Trd.	
	Pkr. Set @		EOT	
	Nipples			
	Anchors		Rods	

Perforation Record
Devonian: - open hole - 11,205-11,651"

Wolfcamp 8,404 - 8713' - squeezed

Comments: _____

PROPOSED P & A: 8/18/2016