| APPLIC | , . | FOR PER | MIT TO I | DRILL. | RE-ENT | ER, DEEPE | N, PLUGBAC | CK, OR AD | D A ZONE | |
|--|---|---------------------------------------|--|---|--------------------------|--|-----------------------|---|------------------------------|--|
| APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBA | | | | | | | | | 2 OGRID Number | |
| | | | PALADIN F | | | | | | 64070 | |
| 10290 Monroe Drive, Suite 301 | | | | | | | | | 3 API Number 30-975-37091 | |
| | | | Dallas, Texa | rty Name | | 3D-025-37041 6 Well No. | | | | |
| 24 | 4 Property Cod | | 1 | | • | - | | 6 wen No. | | |
| ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~ | | 9 Proposed Pool 1 | | <u> </u> | State | BTC | 10 Proposed Pool 2 | 2 | 0 | |
| | | y; Siluro Devoni | an | | | | | | | |
| | | | | | Surface Loo | | | | | |
| UL or lot No. | Section | Township | Range | Lot. Ind | Feet from the | North/South Lin | | East/West Line | County | |
| F | 35 | 11-S | 33-E | | 1980 | North | 1980 | West | Lea | |
| | | | | | | If Different Fro | | Tradition I | Countr | |
| UL or lot No. | Section | Township | Range | Lot. Ind | Feet from the | North/South Lin | e Feet from the | East/West Line | County | |
| | L | | | A ddifi | onal Well Ir | formation | l | | | |
| 11 Work Tup | e Code | 12 Well Ty | ve Code | | ole/Rotary | | e Type Code 🧹 | 15 Ground Level Elevation | | |
| 11 Work Type Code N | | O | | Rotary | | S | | 4241' | | |
| 16 Multi | | | d denth | | ormation | 19 0 | ontractor | 20 |) Spud Date | |
| 16 Multiple | | - | 17 Proposed depth | | | | | · | | |
| | | 11,0 | 1 | | vonian | | | 3/15/2005 aurface water:: More than 1/2 mile | | |
| Depth to Groundwate | | X 12 mils thic | Distance from ne | Pit Volume: | | 1/2 mile Drilling Mehtod: | Fresh Water | | | |
| <u>Pit:</u> Liner: Syn Closed-Lo | nthetic L | X 12 mils thick | | Pit volume: | 14,500 0013 | Brine | Disel/Oil-Based | | Gas/Air | |
| | <u> </u> | | 21 | Proposed | Casing and | Cement Program | m | | | |
| Hole Size | e Size Casing Size | | Casing weight/foot | | Setting Depth | | Sacks Ce | ment | Estimated TOC | |
| 17-1/2 | 13-3/8 | | 48# | | 300' | | 22 | 5 | Su | |
| 11 | 8-5/8" | | 32# | | 3830' | | 150 | 0 | Su | |
| 7-7/8" | | | 15.5 & 17# | | 11,050' | | 80 | 0 | 7000 | |
| | | | | | | | L.A.VB | | | |
| zone. Describe th Drill 17-1/2" h Drill 7-7/8" h Perforate De | e blowout prev nole and se ole to 11,0 vonian form | vention program, if a et 13-3/8" cond | ny. Use addition uctor to 300 1/2" casing submersible | and sheets if ne ', drill out t and ceme e pump. | cessary. 0 3830' (+,- | | surface casing 0'. | cement to sur | face Soon | |
| with and that the in knowledge and beli | ofrmation gives ief. I further c e <u>X</u> , a gener | | mplete to the best it will be constru | of my acted accordin ernative | g | Approved by: Title: Approval Date: | 7 2005 | ATION DIVI | NGINEER | |
| Date: 2/9/2005 | Permi | Phone: t Expires 1. te Unises [| 214-654-0132 Year Fron Villing Un | Accro | /el | Conditions of Ap Attached | proval: ~~ | | | |

1625 N.Frnech Dr., Hobbs, NM 88240 DISTRICT II 1301 W. Grand Avenue, Atesia, NM 88210 DISTRICT III 1000 Rio Brazos Road, Aztec, NM 87410 DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

DISTRICT I

STATE OF NEW MEXICO Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

Santa Fe, NM 87505

1220 South St. Francis Dr.

Submit to Appropriate District Office

AMENDED REPORT

Form C-101

May 27,2004

DISTRICT I LINE M. MARKER, MK 68440

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DISTRICT II 1961 V. GRAND AVENUE, ARTESIA, NE 66244

DISTRICT III 1000 Rio Brazos Ed., Aztoo, NH 87410

State of New Mexico

Bacry, Minerals and Natural Bessurces Department.

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102 Revised JUNE 10, 2003 Submit to Appropriate District Office Stato Lease - 4 Copies Fee Lease - 3 Copies

| ISTRICT IV | | T | VELL LO | CATION | AND ACREA | GE DEDICATIO |)N PLAT | C AMENDE | D REPORT | | | |
|---|-----------|-------------------|---|-------------------------|----------------|------------------|-------------------|---|--|--|--|--|
| API | Number | _ | 1 | Pool Code | | | Pool Name | ~ | | | | |
| 30-025 | 91 | 3990 Bagley Silur | | | | | Devonian | | | | | |
| Property Cade | | | Fraperty Name | | | | | Well Num 6 | OCT | | | |
| 24977 | | | | Sta | | Elevation | | | | | | |
| 00RD No. 164070 | | | Operator Name PALADIN ENERGY CORPORATION | | | | | 4241' | | | | |
| 1020 | | I | | <u></u> | Surface Loca | ition | | | | | | |
| VL of lot No. | Section | Township | Range | Lot idn Feet from the | | North/South line | Feet from the | East/West line | County | | | |
| F | 35 | 11-S | 33-E | 1980 | | NORTH | 1980 | WEST | LEA | | | |
| Bottom Hole Location If Different From Surface | | | | | | | | | | | | |
| UL or lot No. Section Township Range Lot Idn Fret from the North/South line Feet from the East/West line Cour | | | | | | | | | | | | |
| | D | | | | | | | | | | | |
| Dedicated Acre | - Jokat e | r infili Co | nsolidation | Code 0 | rder No. | | | | | | | |
| ЦD | | | | | | | | | | | | |
| NO ALLO | WABLE V | VILL BE A | SSIGNED | TO THIS | COMPLETION U | INTIL ALL INTER | ESTS HAVE BE | EN CONSOLID | ATED | | | |
| | | ORAJ | NON-STAN | IDARD U | NIT HAS BEEN | APPROVED BY | THE DIVISION | | | | | |
| | | | | 1 | | | OPERATO | R CERTIFICAT | TION | | | |
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| | | | | | | | contained herei | n is true and compl | | | | |
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| | | | 0861 | 1 | ť | | Hom | Kanon | CP | | | |
| | | | 11 | ļ | _ | | Signature | <u> </u> | | | | |
| | | | | | TIC COORDINATE | 7¢ | DAVID | PLAisAN | 'ce | | | |
| | | | ļ | | AD 27 NME | د. | Printed Nam | P. Exp. \$ Prod | | | | |
| | | \mathbf{V} | | 1 | | | V.P.E | | | | | |
| | | | | | | | | 2/16/05 | | | | |
| | / | Í | · | 1 | | | Date | | | | | |
| LAT.=33'19'26.22" N LONG.=103'35'10.66" W SURVEYOR | | | | | | | | R CERTIFICATION | | | | |
| <u>⊢ −− −</u> | | 1-7 | 7 | Ţ | | | / hereby certif | y that the well loca | ition shown | | | |
| | | ł | | 1 | | | on this plat u | nas plotted from fie : mode by me er | id notes of | | | |
| | | 1 | | 1 | i f | | supervison a | nd that the same t he best of my bet | s true and | | | |
| | | 1 | | 1 | , I | | | UARY 24, 200 | | | | |
| | | | | | 1 | | Date Survey | | | | | |
| <u>⊢</u> −− − | | ; | | · · | 1- | | Professions | Scal of Autorstor G. ElDougu | 11 | | | |
| | | | | 1 | 1 | | | G. EID Chan | | | | |
| | | 1 | | | | | pan ! | | 27/05 | | | |
| | | | | | . 1 | | | 1204 1 | <u> </u> | | | |
| | | | | | | | Certificate | No. GARY BIDSON | 52. 12841 | | | |
| | | | | | | | | NOPE-SIDA | ······································ | | | |