

Submit 1 Copy 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

Form C-103
 October 13, 2009

HOBBS OGD
 NOV 29 2012

CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, N'M 87505

WELL API NO. 30-025-40668
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Lowe 25 SWD
8. Well Number 2
9. OGRID Number 164070
10. Pool name or Wildcat SWD; Wolfcamp (96135)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,356

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 Gas Well Other SWD

2. Name of Operator
Paladin Energy Corp.

3. Address of Operator
10290 Monroe Drive, Suite 301, Dallas TX 75229

4. Well Location
 Unit Letter M: 1087 feet from the South line and 216 feet from the West Lea line
 Section 25 Township 13-S Range 37-E NMPM Lea County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input checked="" type="checkbox"/> OTHER Run Production Casing <input checked="" type="checkbox"/>
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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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

10/11/12

RU casing crew, ran 256 jts 5-1/2" 17# & 20#, N-80 & P-110 Production Casing to TD at 10,797' (7-7/8" hole size).

Cmtg: Pump 20 bbls fresh wtr spacer followed by 335 sks cement. Wash up, drop & displace plug w/249 bbls fresh wtr.. Bled back 3 bbls. Floats held, drop opening bomb, open tool & circ off 20 bbls cmt to surface. Circ, WOC. **2nd stage:** Pump 20 bbls fresh wtr spacer followed by 610 sks cmt lead & 100 sks tail. Wash up, drop & displace plug w/223 bbls of fresh wtr. Bump plug & bled back 2 bbls. Dropped bomb, opened tool & circ off 19 bbls of cmt to surface. WOC. **3rd stage:** Pump 20 bbls fresh wtr spacer followed by 300 sks lead & 100 sks tail. Drop & displaced plug w/140 bbls fresh wtr. Bumped plug, closed tool, tool held. DV tools set at 9,633' & 6,023'.

Rig down and released rig @23:00 hrs 10/12/12.

Spud Date: 09/20/12 Rig Release Date: 10/12/12

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 11/19/12

Type or print name David Plaisance E-mail address: dplaisance@paladinenergy.com PHONE: 214-654-0132 X4

For State Use Only

APPROVED BY: [Signature] TITLE Dist MGR DATE 11-21-2012
 Conditions of Approval (if any):

NOV 29 2012 *clm*