District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II	State of New Mexico Energy Minerals and Natural Resources	Form C-101 Revised July 18, 2013		
811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III	Oil Conservation Division	AMENDED REPORT		
1000 Rio Brazos Road, Aztoc, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170	1220 South St. Francis Dr.			
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462	Santa Fe, NM 87505			

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

[² OGRID Number					
		1029		164070 API Number 30-025-37122					
* Prop	erty Code				Property Name South Vacuum	<35	°080)	• We 274	II No. SWD
				^{7.} Su	urface Locatio	n			
UL - Lot P	Section 27	Township 18S	Range 35E	Lot Idn	Feet from 960	N/S Line South	Feet From 693	E/W Line East	County Lea
L				* Propose	ed Bottom Hol	e Location			
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
				^{9.} Po	ool Informatio	n			
P Vacuum; Devonian, South & Vacuum; Mississippian, S					Name 1th (co-mingled	d)			Pool Code 62010, 97411
				Addition	al Well Inform	nation			
^{11.} Work Type ^{12.} Well Type ¹³				13. Cable/Rotary 14. Lease Type		15. Grou	^{13.} Ground Level Elevation		
	P S Rotary						S 3886'		
	¹⁶ Multiple ¹⁷ Proposed Depth ¹⁸ Formation ¹ No 12,635' Devonian						^{19.} Contractor		^o Spud Date
Depth to Grou	und water	68'	Dista	nce from nearest	fresh water well	1/2 Mile	Distance	to nearest surface	water 1500 Feet

We will be using a closed-loop system in lieu of lined pits

^{21.} Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
	17-1/2"	13-3/8"	48#	450'	328	sur
	12-1/4"	9-5/8"	40#	3943'	1298	Sur
	8-3/4"	7"	26# & 29#	12,550'	810	6,500'

Casing/Cement Program: Additional Comments

Liner = 6-1/4" hole, 5" casing, 18#, set from 12,227' to 14,230', 262 sacks cement, Top of cement at 12,227'

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
6" Annular Dual Ram	3,000 psi		

best of my knowledge and belief.	given above is true and complete to the	OIL CONSERVATION DIVISION			
19.15.14.9 (B) NMAC , if applicab	d with 19.15.14.9 (A) NMAC 🗗 and/or ليلو. منه مسم م	Approved By:			
Danotia	sing	- grank			
Printed name: David Plaisance		Title: Petroleum Engineer			
Title: VP Exploration & Produ	action	Approved Date: 11/191/13 Expiration Date: 11/101/16			
E-mail Address: dplaisance@p	aladinenergy.com				
Date: 11/1/2013	Phone: 214-654-0132 ext 3	Conditions of Approval Attached			

NOV 0 4 2013

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

AMENDED REPORT

Submit to Appropriate District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

APPLIC	CATION	N FOR PERM	ΛΙΤ ΤΟ Ι	DRILL,	RE-ENT	ER, DEEPE	N, PLUGBAC	K, OR AE	DD A ZONE
			I Operator 1	Name and Add	ress			2 04	GRID Number
			PALADIN E				1		164070
			10290 Mont Dallas Teva		Suite 301				API Number 025-37122
· · · · · · · · · · · · · · · · · · ·	Dallas, Texas 75229 4 Property Code 5 Proper					rty Name	/		6 Well No.
		22557		/	South V	/acuum			274
	/	9 Proposed Pool 1				/	10 Proposed Pool 2		
L	Vaeuun	n Devonian, Sout	<u>h</u>		L		cuum Mississippian	, South	
					Surface Lo	North/South Lin	: Feet from the		
UL or lot No.	Section	Township	Range	Lot. Ind	Feet from the 960			East/West Line	County
P	27	<u>18-S</u>	/ 35-E	Battam H	1	South	693	East	Lea
UL or lot No.	Section	Township	Range		Feet from the	North/South Line		East/West Line	County
/			_						Lea
L/				Addit	ional Well I	formation			L.,
LI Work Typ	e Code	12 Well Typ	e Code		ible/Rotary		Type Kode	15 Grou	und Level Elevation
	Р	swc)	R	otary		s/		3886'
16 Multi	ple	17 Proposed	l depth	181	ormation	19 C	intractor	2	20 Spud Date
No No		12,50	0'	De	vonian				
Depth to Groundwate	a: approx 68'		Distance from ne	arest fresh wate	er well		Distance from nearest su	rface water: Play	a - 1500 feet
Pit: Liner: Syn	thetic /		Clay	Pit Yolume:		Drilling Mehtod:	Fresh Water		
Ciosed-Lc	op System			/		Brine	Disel/Oil-Based		Gus/Air
						Centent Program			
Hole Size		asing Size	Casing weight/foot			ng/Depth	Sacks Cement		Estimated TOC
17-1/2	13-3/8		/48#		420			0 8	
12-1/4	9-5/8 7		/ 40# /26# & 29#		3,800'				
6-3/4	5		/20# & 29#		15,000				7500' 12,000'
			/ 10#	+ × 10,000			250	12,0	
22 Describe the pr	oposed progr	am. If this application	n is to DEEPEN	or PLUG B/	CK give the data	a on the present prod	active zone and proposed	1 new productive	I
		vention program, if a						•	
		o-mingled Missis							
							e assembly. GIH a		CIBP at
							POOH with bit ass POOH. GIH and p		
at 12 300-40	D' Acidizi	e existing Devor	nian nerfora	tions at 1	0' &11 760'-11	820' and lower De	wonian nerf		
and existing	Mississipi	an perforations	at 10.858-7	8'. 10.890	-900'. 10.92	0-30', with 12.0	00 Gallons 15% F	ICI (three s	s at 12,000 -400
							Mississippian & D		
Pressure test	Casing a	nnulus to 500 p	si for 30 Min	nutes and	chart result	s. Place well or	א SWD	evoluari per	ioradona.
		d Mississippiar							
(Ádministrativ									
ļ									
		the Oil Conservation D		•					
11		en above is true and co certify that the drill p	•	•	ing		L CONSERVA	FION DIVI	ISION
u		ral permit, Or a			ing	A numerical line			
		, or ,	m (anacacu)an	er native		Approved by:			
OCD-apporved pl	111		101	7 1					i
Printed name:	David Plaisa		-Ho	into an	- <p< td=""><td></td><td></td><td></td><td></td></p<>				
Title:		V B E	amion & Dec.	ation		Title:			
E-mail Address:		v.r. cxpi	oration & Produ	cuon		Approval Date:		Emiliarity In	
		dplaisance@	<u>paladinene</u>	erqy.com		opprovat Date:		Expiration Da	ie:
Date: 11/1/2013		Phone:	214-654-0132			Conditions of App	roval:		
L						Attached			

District 1
1625 N. French Dr., Hobbs, NM 88240
District 11
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe. NM 87505

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number				² Pool Code		³ Pool Name				
30	30-025-37122			62010		Vacuum; Devonian, South				
* Property				⁵ Property l	Name	····	Ύν	Vell Number		
35080					South Va	uum		2	74 SWD	
⁷ OGRID	No.				⁸ Operator	Name			Elevation	
16407	0				Paladin E	inergyCorp.			3886'	
					¹⁰ Surface	Location	· · · · · · · · · · · · · · · · · · ·			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
P	27	18-S	3-S 35-E 960 South 693 East L						Lea	
	1	<u> </u>	^{II} Bc	ottom Ho	le Location I	f Different Fror	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
12 Dedicated Acre	s Di Joint o	r Infill ¹⁴ C	onsolidation	Code ¹⁵ Or	der No.					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16		<u>Sec 27, T18S, 35E</u>	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and
			belief.
			David Plasiance Printed Name
			VP Exploration & Production
			Title
			11/1/2013
			Date
			¹⁸ SURVEYOR CERTIFICATION
			I hereby certify that the well location shown on this
			plat was plotted from field notes of actual surveys made by me or under my supervision, and that the
			same is true and correct to the best of my belief.
	 		Date of Survey
		S. Vac 274 SWD 960 FSL, 693 FEL •	Signature and Seal of Professional Surveyor.
			Certificate Number