District I 1625 N. French Dr., Hobbs, NM 88240		Form C-101	
Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u> 811 S. First St., Artesia, NM 88210	HOBBS OCD	Energy Minerals and Natural Resources	Revised July 18, 2013
Phone: (575) 748-1283 Fax: (575) 748-9720	2 5 2013	Oil Conservation Division	AMENDED REPORT
Phone: (505) 334-6178 Pax: (505) 334-6170	JUL 2 5 2013	1220 South St. Francis Dr.	
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462	RECEIVED	Santa Fe, NM 87505	

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

			[•] Operator Name Paladin Ener					² OGRID Numbe 164070 ³ API Number 30-025-3712	
* Property Name 35000 South Vacuum						•••••••••••••••••••••••••••••••••••••••	^{9.} Wel 274 S	I No.	
^{7.} Surface Location									
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
* Proposed Bottom Hole Location									
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County

⁹ Pool Information

SWD; Mississippi- Deverper. Vacuum; Devonian, South & Vacuum; Mississippian, South (co-mingled)

	A	dditional Well Information		
^{II.} Work Type P	^{12.} Well Type S	^{13.} Cable/Rotary Rotary	^{14.} Lease Type S	^{15.} Ground Level Elevation 3886'
^{16.} Multiple No	^{17.} Proposed Depth 12,635'	^{18.} Formation Devonian	¹⁹ . Contractor	^{20.} Spud Date
Depth to Ground water 68'	Distance from	n 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 at 14,230', 262 sacks cement, TOC 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		
I further certify that I have complied 19.15.14.9 (B) NMAC , if applicat	with 19.15.14.9 (A) NMAC 🗌 and/or	Approved By:		
Signature Don Har	to man co	Manut		
Printed name: David Plaisance		Title: Petroleum Engine 1		
Title: VP Exploration & Produ	uction	Approved Date:		
E-mail Address: dplaisance@p	aladinenergy.com	DEC 18 2013		
Date:	Phone: 214-654-0132 ext 3	Conditions of Approval Attached		

SWD-1444

DEC 18 2013

South Vacuum 274 SWD Workover Procedure Convert to SWD Operations with co-mingled Mississippian & Devonian Perforations

Move in and Rig Up Pulling Unit. Nipple up BOP's and set up closed loop system. Pick up 6" bit and bottom hole assembly. GIH through 7" casing and drill out CIBP at 12,050'. Clean and condition hole to top of 5" liner at 12,227'. POOH with bit assembly.

Pick up 4-1/8" bit and go in top of 5" liner from 12,227' and clean down to 12,700'. POOH.

GIH with e-line and set CIBP at 12,635'. Dump Bail 35' of cement on top of plug. GBIH with e-line and perforate lower Devonian from 12,300'-400'. GIH with 2-7/8" work string and acidize existing Devonian perforations from 11,760'-820, 11,840-900' & lower Devonian perforations from 12,300-400'; and the existing Mississippian perforations from 10,858-78', 10,890-900', 10,920-30' with 12,000 gallons of 15% HCL (three stages). POOH with work string.

RIH with 4-1/2" plastic coated tubing and 7" packer and set packer at 10,785' (+,-), or within 100' of the top of the Mississippian perforations.

Pressure test casing annulus to 500 psi for 30 minutes and chart results. Rig down BOP's and Pulling unit, nipple up wellhead and connections. Place well on SWD operations.

- Form C-108 Application for Authorization to Inject was filed on 7/9/2013
- Form C-102 for Vacuum; Mississippian, South Pool #97411, already submitted