

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

Form C-103  
May 27, 2004

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-025-37035
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Paladin Energy Corp.		6. State Oil & Gas Lease No. E0-1479-6
3. Address of Operator 10290 Monroe Drive, Suite 301 Dallas, TX 75229		7. Lease Name or Unit Agreement Name South Vacuum
4. Well Location Unit Letter <u>L</u> : <u>1940</u> feet from the <u>South</u> line and <u>980</u> feet from the <u>West</u> line Section <u>26</u> Township <u>18-S</u> Range <u>35-E</u> NMPM Lea County		8. Well Number 265
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3876' GR		9. OGRID Number 164070
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> *Steel Tanks Used		10. Pool name or Wildcat Wildcat Silurian
Pit type _____ Depth to Groundwater <u>60'</u> Distance from nearest fresh water well _____ Distance from nearest surface water <u>22 23 24 25 26 27 28</u>		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material synthetic		

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Attempt Silurian Completion <input checked="" type="checkbox"/>	

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.

9/1/2005 – 10/1/2005

Set CIBP above McKee perforations at 14,750', tested plug to 500 psi. Perforated Lower Silurian formation from 14,168-74', 14,054-64', 14,020-35'. Acidized with 500 gallons 15% NEFE. Swabbed back 100% water.

Perforated Silurian formation from 13,900-920', 13880-90'. Acidized with 1000 gallons 15% NEFE. Swabbed back 100% water. Shut-in wellbore. Will attempt Devonian completion.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE David Plaisance TITLE V.P. Exploration & Production DATE 10/11/05

Type or print name: David Plaisance

E-mail address: dplaisance@paladinenergy.com Telephone No. 214-654-0132 X3

For State Use Only

APPROVED BY: \_\_\_\_\_ TITLE ORIGINAL SIGNED BY: DATE 10/20/2005

Conditions of Approval (if any):

PAUL F. KAUTZ  
PETROLEUM ENGINEER