

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

WELL API NO. 30-025-37122
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name South Vacuum
8. Well Number 274
9. OGRID Number 164070
10. Pool name or Wildcat Wildcat McKee (Gas) 97368

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

2. Name of Operator

Paladin Energy Corp.

3. Address of Operator

10290 Monroe Drive, Suite 301, Dallas, Texas 75229

4. Well Location

Unit Letter P : 960 feet from the South line and 693 feet from the East line
Section 27 Township 18-S Range 35-E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3886' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Drilling Depth to Groundwater 68' Distance from nearest fresh water well 1/2 mile' Distance from nearest surface water 1500'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 14,366 bbls; Construction Material Synthetic

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: New Completion ☒

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.

6/22/2005 - 10/1/2005

Set 5" liner from 12,227' to 14,230', cement with 262 sacks. WOC. Move drilling rig off location, move pulling unit on location. R/U GIH with bit and drill out cement in 7" casing to top of liner, POOH> GBIH with bit and drill out cement in 5" liner to 14,250', POOH, R/D pulling unit MOL.

Perforate 5" liner from 13,814-818', 13,824-30', 13,844-48', 13,864-68', 13,894-98', 13,934-38' perform fracture stimulation job with 3906 bbls fluid, 149,476 lbs. proppant. Flow back water, well died. R/U pulling unit, GIH and wash sand to 14,100'. Swab well for 2 days, well began to flow.

Put well into test tanks and place on production. Initial 24 hr. test on 11: 0 BOPD, 841 MCFPD, 6 BHPD, 600 psi FTP.

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 Manager, Corporate Support DATE 10/17/2005

Type or print name David Plaisance

E-mail address: dplaisance@paladinenergy.com

Telephone No. 214-654-0132

For State Use Only

APPROVED BY: [Signature]

TITLE ORIGINAL SIGNED BY

DATE 10/24/05

Conditions of Approval (if any):

PAUL F. KAUTZ
PETROLEUM ENGINEER

Need C104 or Tallow