

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

Energy, Minerals and Natural Resources

Revised July 18, 2013

HOBBBS OGD
OCT 1 2016
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
RECEIVED

WELL API NO. 32-025-05091
5. Indicate Type of Lease
STATE [X] FEE [ ]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name
J.L. Reed
8. Well Number 1
9. OGRID Number 164070
10. Pool name or Wildcat
King Devonian
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 [X] Gas Well [ ] Other [ ]
2. Name of Operator Paladin Energy Corp.
3. Address of Operator 10290 Monroe Dr., Suite 301, Dallas, Texas 75229
4. Well Location
Unit Letter H : 1980 feet from the North line and 660 feet from the East line
Section 36 Township 13S Range 37E NMPM Lea County
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 [ ]
DOWNHOLE COMMINGLE [ ]
CLOSED-LOOP SYSTEM [ ]
OTHER: [ ]
SUBSEQUENT REPORT OF:
REMEDIAL WORK [ ] ALTERING CASING [ ]
COMMENCE DRILLING OPNS. [ ] P AND A [ ]
CASING/CEMENT JOB [ ]
OTHER: Complete in Devonian Formation [X]

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.

10430 +/- CAP W/35' CMT.

Request permission to T&A Wellbore. Set CIBP at 10,200' (+,-) above Devonian Perforations at 12,156-170', 12,205-268', 12,506-574', obstruction at 10,440'.

MI & RU pump truck. Pressure casing to 500# and test for 30 min. Submit chart.

Spud Date: [ ]

Rig Release Date: [ ]

Condition of Approval: notify
OCD Hobbs office 24 hours
prior of running MIT Test & Chart

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature]

TITLE V.P. Exploration & Production

DATE 10-17-2016

Type or print name David Plaisance

E-mail address: dplaisance@paladinenergy.com

PHONE: 214-654-0132

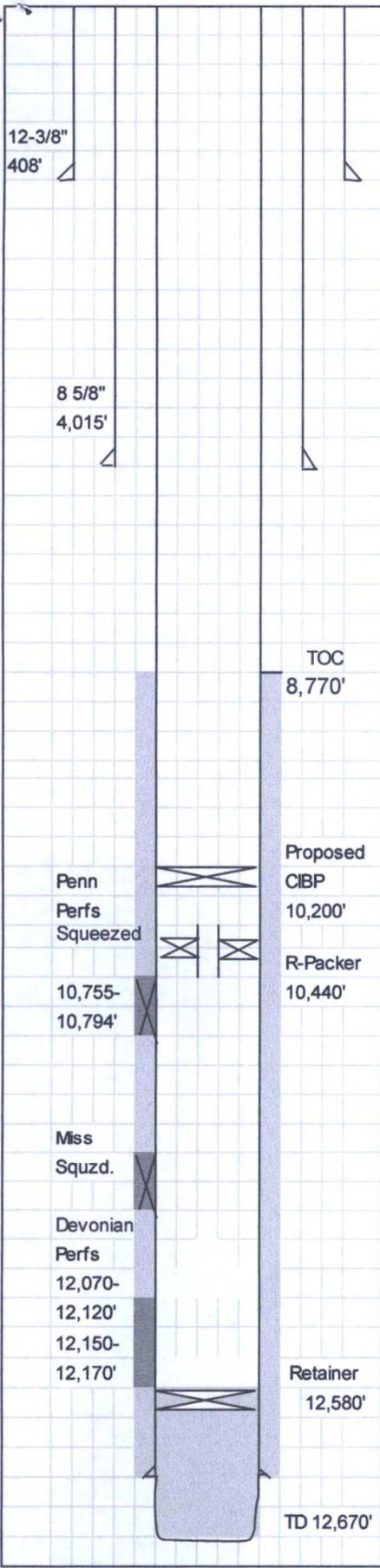
For State Use Only

APPROVED BY: [Signature] TITLE Dist Supervisor

DATE 10/19/2016

Conditions of Approval (if any).

NO PROD REPORTED - 17 MONTHS



<b>Lease:</b>	<b>Reed</b>	<b>Well:</b>	<b>1</b>	<b>API#</b>	30-0025-05091
<b>Field:</b>	King	<b>County:</b>	Lea	<b>State</b>	New Mexico
<b>Section</b>	35	<b>Tow nship</b>	13-S	<b>Range</b>	37-E
<b>Elev . GL</b>		<b>Elev. DF</b>		<b>Elev. KB</b>	3857'
<b>Spudded</b>		<b>Completed</b>	Aug., 1956		
<b>Surface Casing</b>					
	13-3/8"	48#	Grade		
	Set @	335'	Hole Size	17 1/2"	
	TOC	Sur.	Sacks	400	
<b>Intermediate Casing</b>					
	8-5/8" OD 24# & 32#/Ft.		Grade	K-55	
	Set @	4590'	Hole Size	11"	
	TOC	Sur	Sacks	2,400	
<b>Production Casing</b>					
	5 1/2" OD 20 & 23#/Ft.		Grade		
	Set @	12,590'	Hole Size	7 7/8"	
	TOC	8770'	Sacks	700	
	DV Tool @ 7050'				
<b>Liner Record</b>					
	OD		Grade		
	Top @		Bottom @		
	Screen		Hole Size		
	TOC		Sacks		
<b>Tubing Detail</b>					
	TAC Set @		Grade/Trd.		
	Nipples		EOT		
	Anchors		Rods		
<b>Perforation Record</b>					
	Penn -	10755-794			
	Mississippian - 11,421-471'				
	Devonian - 12,156-170', 12,205-268', 12,506-574'				
<b>Treatment record</b>					
<b>Comments:</b>					