

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 & Natural Resources

Form C-104
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address PALADIN ENRGY CORP. 10290 Monroe Drive, Suite 301 Dallas, TX 75229		² OGRID Number 164070
		³ Reason for Filing Code/ Effective Date RC
⁴ API Number 30 - 025-01012	⁵ Pool Name Bagley, Siluro Devonian	⁶ Pool Code 03990
⁷ Property Code 024982	⁸ Property Name State BTN	⁹ Well Number 1

II. 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	34	11S	33E		660'	South	660'	East	Lea

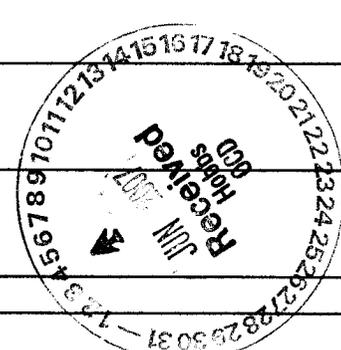
¹¹ Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Lse Code	¹³ Producing Method Code	¹⁴ Gas Connection Date	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date
S	P				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
35246	Shell Trading US Company 600 N. Marienfeld, Suite 230 Midland, TX 79701	0014210	O	
			G	



IV. Produced Water

²³ POD	²⁴ POD ULSTR Location and Description

V. Well Completion Data

²⁵ Spud Date	²⁶ Ready Date	²⁷ TD	²⁸ PBTB	²⁹ Perforations	³⁰ DHC, MC
3/27/07	4/26/07	10,970'	10,970	10,826-46'	
³¹ Hole Size	³² Casing & Tubing Size	³³ Depth Set	³⁴ Sacks Cement		
17-1/2"	13-3/8"	300'	225		
12-1/4"	9-5/8"	4000'	1500		
7-7/8"	5-1/2"	10,850'	600		

VI. Well Test Data

³⁵ Date New Oil	³⁶ Gas Delivery Date	³⁷ Test Date	³⁸ Test Length	³⁹ Tbg. Pressure	⁴⁰ Csg. Pressure
4/27/07	N/A	4/27/06	24	0	0
⁴¹ Choke Size	⁴² Oil	⁴³ Water	⁴⁴ Gas	⁴⁵ AOF	⁴⁶ Test Method
	45	1700	0		P

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Ann Westberry*
Printed name: Ann Westberry
Title: Manager, Corporate Support
E-mail Address: awestberry@paladinenergy.com
Date: 5/29/07

OIL CONSERVATION DIVISION
Approved by: *Chris Williams*
Title: **OC DISTRICT SUPERVISOR/GENERAL MANAGER**
Approval Date: **JUN 06 2007**
Phone: 214-654-0132 X4