

June 19, 2008

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 87810

District IV

1220 S. St. Francis Dr., Santa Fe, NM

87505

RECEIVED

DEC 23 2008

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.  
30-025-30856

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil &amp; Gas Lease No.

7. Lease Name or Unit Agreement Name  
J.L. Reed

8. Well Number 6

9. OGRID Number 164070

10. Pool name or Wildcat

## 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, TX 75229

4. Well Location

Unit Letter G : 1800 feet from the North line and 1650 feet from the East lineSection 35Township 13SRange 37ENMPM Lea

County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3849'

## 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 ☐OTHER: ☐

## SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐OTHER: Return to Temporarily Abandon Status ☒

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.

03/06/07 Well was Temporarily Abandoned

6/26//08 Wolfcamp perforations @ 9,302-67' were tested for commercial production. Well did not produce.

08/29/08 Shut well in, pumping unit was moved off and location cleaned. Well shut in pending further valuation.

12/15/08 Ran casing integrity test on CIBP, tested to 500#s, tested OK. Chart Attached. Returned well to T&amp;A status.

Set @ 9200'  
LWHThis Approval of Temporary  
Abandonment Expires 12-29-2013

Spud Date:

Rig Release Date:

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

SIGNATURE

TITLE Manager, Corporate SupportDATE 12/19/08Type or print name Ann WestberryE-mail address awestberry@paladinenergy.comPHONE: 214-654-0132 X4

For State Use Only

APPROVED BY:

TITLE

DISTRICT 1 SUPERVISOR

DATE

DEC 29 2008

Conditions of Approval (if any):

