

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

CONSERVATION DIVISION

1220 South St. Francis Dr.

JUL 15 2010

Santa Fe, NM 87505

HOBBSCOCD

WELL API NO. 30-025-39698	✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>	
6. State Oil & Gas Lease No. B1-0141-0008	
7. Lease Name or Unit Agreement Name State EC C	✓
8. Well Number 3	✓
9. OGRID Number 164070	✓
10. Pool name or Wildcat Caprock:Devonian, East (8930)	✓

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 G : 1680 feet from the North line and 1680 feet from the East line
Section 11 Township 12S Range 32E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
2725 GR

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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☒ P AND A ☐
CASING/CEMENT JOB ☒

OTHER: ☐OTHER: ☐

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.

07/04/10 – RU, Ran conductor pipe, mix spud mud, Spud. Drilled to 146’.

07/05/10 – Drilled to 460’, TOH, ran 11 jts 54.5#-13/3/8”. Casing (Set @ 453.44 K.B.)
Cement Lead w/ 165 sacks Class C - Tail 250 sacks Class C - Total Cement 415 sacks
Circ 37 sacks good cement to surface. Plug down @ 1AM 07/05/10. WOC

Spud Date:

07/04/10

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 Support

DATE

07/12/10

Type or print name

Ann Westberry

E-mail address:

awestberry@paladinenergy.com

PHONE: 214-654-0132 X4

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

JUL 16 2010

Conditions of Approval (if any):

2m