

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103

June 19, 2008

RECEIVED  
FEB 22 2011  
HOBBSUCDOIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-025-03152
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Paladin Energy Corp.		6. State Oil & Gas Lease No. EO1533
3. Address of Operator 10290 Monroe Drive, Suite 301, Dallas, TX 75229		7. Lease Name or Unit Agreement Name South Vacuum Unit
4. Well Location Unit Letter <u>C</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>35</u> Township <u>18S</u> Range <u>35E</u> NMPM County <u>Lea</u>		8. Well Number <u>353</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 164070
10. Pool name or Wildcat Vacuum; McKee, South (Gas)		

## 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: Repair Surface Valve ☒

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.

RE: nSAP0335652468

11/22/03

TWS, Inc. on location, found oil on surface valve. Closed valve, found brittle nipple broken off.  
 Bled well down, cleaned up and installed new valve and nipple. Resumed drilling.

Location cleaned

Note: Mickey Horn, Operations Manager, consulted with the Hobbs office regarding the clean up details soon after the incident.  
 Performed clean up operations 12/12/03.

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 Ann Westberry TITLE Manager, Corporate Support DATE 02/17/11Type or print name Ann Westberry E-mail address: awestberry@paladinenergy.com PHONE: 214-654-0132 X4

For State Use Only

APPROVED BY: [Signature] TITLE STATE MGR DATE 2-23-2011

Conditions of Approval (if any):