

OIL CONSERVATION DIVISION

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

2040 Pacheco St.  
Santa Fe, NM 87505

DISTRICT II  
P.O. Drawer DD, Artesia, NM 888210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

|   |
|---|
| WELL API NO.<br>30-025-00100  |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>24970   |
|   |

|   |   |
|---|---|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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:<br>OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER TA  | 7. Lease Name or Unit Agreement Name<br><br>Posey, H.C. "A" |
| 2. Name of Operator<br>Paladin Energy Corp.   |   |
| 3. Address of Operator<br>10290 Monroe Dr., Suite 301, Dallas, TX 75229   |   |
| 4 Well Location<br><br>Unit Letter J : 1980 Feet From The South Line and 1980 Feet from The East Line<br><br>Section 11 Township 12S Range 32E NMPM Lea County<br>Elevation (Show whether DF, RKB, RT, GR, etc) |   |

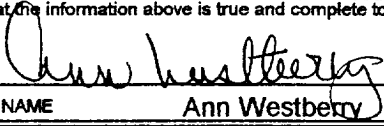
|   |   |
|---|---|
| Check Appropriate Box to Indicate Nature of Notice, Report, Or Other Data |   |
| <b>NOTICE OF INTENTION TO:</b>  | <b>SUBSEQUENT REPORT OF:</b>                            |
| PERFORM REMEDIAL WORK <input type="checkbox"/>                            | REMEDIAL WORK <input type="checkbox"/>                  |
| TEMPORARILY ABANDON <input type="checkbox"/>                              | COMMENCE DRLG OPNS. <input type="checkbox"/>            |
| PULL OR ALTER CASING <input type="checkbox"/>                             | CSG TST & CMT JOB <input type="checkbox"/>              |
| OTHER <input type="checkbox"/>  | OTHER Pressure Test <input checked="" type="checkbox"/> |

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent date, including estimated date of starting any proposed work) SEE RULE 1103

Well was originally T&A'd 12/05/91, CIBP is set at 5484'.  
07/18/01  
Loaded casing with 7 bbls water. Pressure casing to 540# and tested for 45 minutes.  
Tested OK. Chart enclosed.  
New Mexico Oil Conservation was notified, but did witness.

This Approval of Temporary Abandonment Expires 8/17/06

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 | 08/09/01 |
| TYPE OR PRINT NAME | Ann Westberry   | TELEPHONE NO. | 214-654-0132               |      |          |

(This space for State Use)

Orig. Sign: Paul Kautz, Geologist

APPROVED BY: \_\_\_\_\_ TITLE: \_\_\_\_\_ DATE: AUG 17 2001

CONDITIONS OF APPROVAL, IF ANY: