

Submit 3 Copies  
to Appropriate  
District Office

STATE OF NEW MEXICO  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

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 885210

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

WELL AP# NO.
30 025 00109
5. Indicate Type of Lease
STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No
R-1041

<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.)	
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER Water Disposal <input type="checkbox"/>	7. Lease Name or Unit Agreement Name  NM 'BB' State NTC
2. Name of Operator PALADIN ENRGY CORP. K.C.	8. Well No. 1
3. Address of Operator 10290 Monroe Drive, Suite 301, Dallas, TX 75229	9. Pool name or Wildcat East Caprock Devonian
4 Well Location Unit Letter <u>NK</u> : 1984 Feet From The <u>West</u> Line and 660 Feet from The <u>South</u> Line Section 11 Township 12-S Range 32-E NMPM Lea County Elevation (Show whether DF, RKB, RT, GR, etc) 4373' DF	

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 checked="" type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTRG CSG <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILG OPNS. <input type="checkbox"/>	P&A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CSG TST & CMT JOB <input type="checkbox"/>	
OTHER <input type="checkbox"/>		OTHER <input 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  
  
07/17/00  
MI and clean well to TD and inspect casing. If all checks out, will make application to the State for a SWD Permit.

Note: If the wellbore fails inspection Paladin Energy Corp. will P/A the well.

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

SIGNATURE	<u>Ann Westberry</u>	TITLE	<u>Manager, Corporate Support</u>	DATE	<u>07/17/00</u>
TYPE OR PRINT NAME				TELEPHONE NO. 214-854-0132	
(This space for State Use)					
APPROVED BY	<u>[Signature]</u>	TITLE		DATE	

CONDITIONS OF APPROVAL, IF ANY:

Bcf



PALADIN ENERGY CORP.

FACSIMILE

<u>DATE</u>	<u>TIME</u>	<u>NUMBER PAGES</u>
07/17/00	11:56 AM	2

TO: Donna Pitzer Fax No. 505/393-0720  
9758

FROM: Ann Westberry 214/654-0132 X4

SUBJECT: NM 'B' State NTC #1  
Lea County, NM

Donna,

Please give me a call after you have time to review.

Thank you,  
Ann

10290 MONROE DRIVE, SUITE 301 - DALLAS, TEXAS 75229-5718  
TELEPHONE: (214) 654-0132 FAX: (214) 654-0133