



**PALADIN ENERGY CORP.**

November 13, 2002

Chris Williams  
OC District Supervisor/General Manager  
New Mexico Oil Conservation Division  
District 1  
1625 French Drive  
Hobbs, New Mexico 88240

Re: Request for 30 Day Testing Allowable  
State BTC #5  
Sec 35, T12S, R33E  
Lea County, New Mexico

Dear Mr. Williams,

Pursuant to the attached form C-104, Paladin Energy is requesting permission for a 30 Day Testing Allowable to produce the recently completed State BTC #5 well at rates above the 400 BOPD depth allowable for the Bagley Siluro-Devonian Pool. Paladin has filed for an Application to Amend the Special Pool Rules for the Bagley Siluro-Devonian to assign a special depth bracket allowable of 1000 barrels per day. In order to present accurate production data to support our application for the NMOCD hearing on December 4, 2002, we request permission to produce the well through the month of November at rates up to 1000 barrels of oil per day.

If you have any questions or need further information on this matter please call David Plaisance at (214) 654-0132 ext. 3 or George Fenton at ext. 2. Thank you.

Sincerely,  
Paladin Energy Corp.

David Plaisance  
V.P. Exploration & Production

