

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Bill Richardson
Governor
Joanna Prukop
Cabinet Secretary

March 10, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Jalapeno Corporation
P.O. Box 1608
Albuquerque, New Mexico 87103-1608

Attention: Ms. Anne Riggs

Re: Division Administrative Order No. SWD-830

Louise Yates State Well No. 1 (API No. 30-005-62894)

Unit N, Section 7, T-9 South, R-28 East, NMPM,

Chaves County, New Mexico



Dear Ms. Riggs:

Pursuant to your letter request dated February 26, 2003, and for the reasons outlined therein, Jalapeno Corporation is hereby granted a six-month extension of time in which to convert the Louise Yates State Well No. 1/to a salt water disposal well.

This injection authority shall expire on August 19, 2003 if Jalapeno Corporation has not commenced injection operations into the well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause.

Sincerely,

David Catanach

Engineer

Xc:

OCD-Artesia / File-SWD-830