

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505		<b>State of New Mexico</b> <b>Energy, Minerals and Natural Resources</b>  <b>Oil Conservation Division</b> <b>1220 South St. Francis Dr.</b> <b>Santa Fe, NM 87505</b>		<b>Form C-105</b> Revised June 10, 2003  <b>WELL API NO.: 30-005-63752</b>  5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>  State Oil & Gas Lease No. <b>VA 2401</b>									
<b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>													
1a. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>				7. Lease Name or Unit Agreement Name  <b>Louise Yate State</b>									
b. Type of Completion: NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. <input type="checkbox"/> WELL OVER BACK RESYS. <input type="checkbox"/> OTHER <input type="checkbox"/>				8. Well No.  <b>5</b>									
2. Name of Operator <b>Jalapeno Corporation</b>				9. Pool name or Wildcat <b>Wolf Lake South</b>									
3. Address of Operator <b>PO Box 1608, Albuquerque, NM 87103</b>													
4. Well Location Unit Letter <u>C</u> : <u>380'</u> Feet From The <u>North</u> Line and <u>1650'</u> Feet From The <u>West</u> Line Section <u>7</u> Township <u>9S</u> Range <u>28E</u> NMPM County <u>Chavez</u>													
10. Date Spudded <b>9/24/05</b>		11. Date T.D. Reached <b>12/7/05</b>		12. Date Compl. (Ready to Prod.)									
13. Elevations (DF& RKB, RT, GR, etc.)		14. Elev. Casinghead											
15. Total Depth <b>2417</b>		16. Plug Back T.D. <b>2372</b>		17. If Multiple Compl. How Many Zones? <b>N/A</b>									
18. Intervals Drilled By		Rotary Tools <b>Surface to 2225</b>		Cable Tools <b>2225 to 2417</b>									
19. Producing Interval(s), of this completion - Top, Bottom, Name <b>Slaughter portion of the San Andres-Dry</b>				20. Was Directional Survey Made <b>Yes by driller</b>									
21. Type Electric and Other Logs Run <b>See Attachment</b>				22. Was Well Cored <b>No</b>									
<b>23. CASING RECORD (Report all strings set in well)</b>													
CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED								
<b>8 5/8"</b>	<b>24 lb</b>	<b>465</b>	<b>12 1/2"</b>	<b>200 sacks</b>	<b>30 sacks</b>								
<b>5 1/2"</b>	<b>(ft 15.5 lb &amp; other 17lb)</b>	<b>2406</b>	<b>7 7/8"</b>	<b>350 sacks*</b>	<b>none</b>								
24. LINER RECORD (N/A)			25. TUBING RECORD (N/A)										
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE								
					<b>Intend to plug</b>								
26. Perforation record (interval, size, and number) <b>2344-2349 (6 shots)</b> <b>2343-2347 (9 shots)</b> <b>2348-2349.5 (7 shots)</b>			27. <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td>DEPTH INTERVAL</td> <td>AMOUNT AND KIND MATERIAL USED</td> </tr> <tr> <td><b>2343-2349</b></td> <td><b>1500 gallons 20% HCL</b></td> </tr> <tr><td> </td><td> </td></tr> <tr><td> </td><td> </td></tr> </table>			DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	<b>2343-2349</b>	<b>1500 gallons 20% HCL</b>				
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<b>2343-2349</b>	<b>1500 gallons 20% HCL</b>												
<b>28. PRODUCTION</b>													
Date First Production		Production Method (Flowing, gas lift, pumping - Size and type pump) <b>No Production</b>		Well Status (Prod. or Shut-in)									
Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl	Gas - MCF								
					None-not measurable								
Flow Tubing Press	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.								
					Oil Gravity - API - (Corr.)								
30. List Attachments <b>See Attachment</b>													
31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief Jalapeno Corp Signature by <u>Harvey E. Yates, Jr</u> Printed Name <u>Harvey E. Yates, Jr</u> Title <u>President</u> Date <u>9/20/06</u> E-mail Address: <u>personnel3@msn.com</u>													

**BELOW IS A LIST OF THE LOGS SENT WITH THE WELL COMPLETION OR  
RECOMPLETION AND LOG FORM (C-105)**

- 1. Borehole Volume Calculation**
- 2. Directional Computation Bottom Hole Location**
- 3. Dual Laterolog Microguard**
- 4. Gamma Ray/CCL Perforation Record**
- 5. Perforation Record Gun Gamma Ray/CCL**
- 6. Spectral Density Dual Spaced Neutron**

**Plus: Deviation Survey**