NM OIL CONSERVATION
ARTESIA DISTRICT

SEP 21 2015

RECEIVED

## Jalapeño Corporation

P.O. Box 1608

Albuquerque, NM 87103-1608 Phone: (505) 242-2050 Fax: (505) 24

Fax: (505) 242-8501

September 17, 2015 Certified Mail Receipt #7015 0640 0001 5384 1300

Oil Conservation Division 811 S. First Street Artesia, NM 88210

RE: Kobe 22 #1 well API # 30-005-64180 Section 22, T9S, R27E

## Dear Sir or Madam:

As the surface owners, this letter is to give notice that Jalapeno Corporation plans to begin the C-144 approved Closure Plan of the pit for the Kobe 22 #1 well. We will comply with the OCD's protocols and procedures based upon the appropriate requirements of 19.15.17.13 NMAC.

Unless I hear otherwise from you, we will begin to stabilize and/or solidify the remaining temporary pit contents with no more than a 3:1 soil ratio. We will then have Cardinal Laboratories run a five-point composite sample pit contents test to determine if the specified concentrations for in-place burial meet the OCD parameters. If our test results meet or are less than the OCD parameters, we will proceed with the on-site closure of the pit. If the result exceed, we will dispose of the liner and its remains to an OCD approved disposal facility.

For your convenience, I enclose a copy of our C-144 which was earlier filed for this well. If you have any questions or need further information, you can contact me at the numbers listed above or by e-mail at <a href="mailto:eyates@jalapenocorp.com">eyates@jalapenocorp.com</a>.

Accepted for record NMOCD

Yours truly,

H. Emmons Yates III

Jalapeno Corporation

Vice President