

SEP 16 2015

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No. NM 12557 6. If Indian, Allottee or Tribe Name N/A

SUBMIT IN TRIPLICATE - Other instructions on page 2.

7. If Unit of CA/Agreement, Name and/or No. N/A

1. Type of Well [X] Oil Well [] Gas Well [] Other

8. Well Name and No. DUNCAN FEDERAL #11

2. Name of Operator JALAPENO CORPORATION

9. API Well No. 30-005-64211

3a. Address PO BOX 1608 ALBUQUERQUE, NM 87103

3b. Phone No. (include area code) 505-242-2050

10. Field and Pool or Exploratory Area WILDCAT, SAN ANDRES

4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 990' FWL SEC. 7, T-9S, R-28-E

11. County or Parish, State CHAVES COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

Table with columns TYPE OF SUBMISSION and TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones.

Accepted for record NMOCD 9/23/15

THIS IS TO GIVE NOTICE THAT WE INTEND TO START THE CEMENT PLUGGING PORTION OF THE PLUG AND ABANDONMENT OF THE DUNCAN FEDERAL #11 ON WEDNESDAY, SEPTEMBER 2 2015.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) H. Emmons Yates, III Title Vice President Signature [Signature] Date 08/26/2015

ACCEPTED FOR RECORDS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by [Signature] DAVID R. GLASS AUG 31 2015 Title Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1011, and 18 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.