

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM 12557
2. Name of Operator JALAPENO CORPORATION		6. If Indian, Allottee or Tribe Name N/A
3a. Address PO BOX 1608 ALBUQUERQUE, NM 87103	3b. Phone No. (include area code) 505-242-2050	7. If Unit of CA/Agreement, Name and/or No. N/A
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2145' FNL & 694' FWL SEC. 18, T-9S, R-28-E		8. Well Name and No. DUNCAN FEDERAL #12
		9. API Well No. 30-005-64277
		10. Field and Pool or Exploratory Area Wolfe Lake, San Andres, South
		11. County or Parish, State CHAVES COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>move rig off site</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

THIS IS TO GIVE NOTICE THAT WE WILL BE MOVING THE RIG OFF OF THE DUNCAN FEDERAL #12 WELL SITE ON 10/2/15 AND MOVE IT ONTO THE LIZARD 20 STATE #1 WELL LOCATION. WE WILL BE BACK ON LOCATION IN APPROXIMATELY 3 MONTHS.

*submit subsequent report for plugging job.
Rig to be back on location within 3 months.
(1/2/2016)*

*SD 10/15/15
Accepted for record
NMOCD*

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Jun Barrack		Title Oil and Gas Operations Associate
Signature <i>Jun Barrack</i>		Date 10/01/2015
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by		ACCEPTED FOR RECORD OCT 6 2015 <i>[Signature]</i>
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.		BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 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.