

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-005-63752
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VA 2401
7. Lease Name or Unit Agreement Name Louise Yates State
8. Well Number 5
9. OGRID Number 26307
10. Pool name or Wildcat Wolf Lake

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator
Jalapeno Corporation

3. Address of Operator
P.O. Box 1608, Albuquerque, NM 87103

4. Well Location

Unit Letter C : 380 feet from the North line and 1650 feet from the West line
Section 7 Township 9-S Range 28E NMPM County Chaves

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
PERFORM REMEDIAL WORK ☐
TEMPORARILY ABANDON SURFACE OPERATIONS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☒
CASING/CEMENT JOB ☐
OTHER: Final Abandonment Notice ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The Louise Yates State #5 location and pit was seeded on 8/29/07. A copy of the seed mixture from the seed sack is attached to this notice.

This is the final abandonment notice for this well. We have completed the OCD Reclamation/Restoration Requirements as followed:

1. All pits have been filled and leveled. (See attached letter from Gene Shull of Shull Oilfield Services).
2. Rat hole and cellar have been filled and leveled.
3. A dry hole marker has been set in concrete to mark the exact location of the plugged well.
4. The location has been leveled as nearly as possible to original top ground contour and has been cleared of all junk and equipment.
5. The dead men and tie downs have been cut and removed.
6. The Caliche has been removed from the site.
7. To the best of our knowledge, all environmental concerns have been addressed as per OCD guidelines and the above mentioned well is ready for OCD inspection and approval.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE BY Harvey Yates, Jr. TITLE President DATE 9/11/07

Type or print name: Harvey Yates, Jr. E-mail address: personnel3@msn.com Telephone No. 505-242-2050

For State Use Only

APPROVED BY: Chris Hake TITLE Compliance Officer DATE 10/1/07

Conditions of Approval (if any):

Roswell Seed
3 Acre Custom Mix
3-1 Acre Bags @ 1417 Bulk Pounds Each

Lot# M-7554

Item	Origin	Purity	Germ	Dormant	Germ & Dormant	Test Date	Total PLS Pounds
Sand Bluestem Not Stated	Nebraska	11.76%	90.00%	00.00%	90.00%	11/06	4.50
Little Bluestem Pasture	Texas	12.91%	47.00%	35.00%	82.00%	03/07	4.50
Sideoats grama Vaughn	Texas	13.07%	75.00%	06.00%	81.00%	2/07	4.50
Sand Dropseed Not Stated	New Mexico	07.20%	79.00%	19.00%	98.00%	02/07	3.00
Plains Bristlegrass Not Stated	Texas	17.22%	20.50%	61.50%	82.00%	11/06	6.00
Scarlet Globe Mallow Not Stated	Utah	03.92%	90.00%	00.00%	90.00%(TZ)	01/07	1.50

Other Crop: 01.41% There Are 3 Bags For This Mix
Weed Seed: 00.18% This Bags Weighs 1417 Bulk Pounds
Inert Matter: 32.33% Use This Bag For 1 Acre

Total Bulk Pounds 42.50

Shull Oilfield Service

P.O. Box 2422

Roswell,, NM 88202

Phone: (505) 623-0816

August 1, 2007

Jalapeno Corporation
P.O. Box 1608
Albuquerque, NM 87103

RE: Louise State # 5
Reserve Pit Closure

On 6/14/07, Shull Oilfield Service mobilized personnel and equipment to the location. In accordance with NMOCD instructions and guidelines, the 12 mil liner was folded over and a 20 mil cap was then placed on top. Three feet of backfill material from the stockpile was then placed over the 20 mil cap. Work was completed on 6/14/07. As per NMOCD instructions no soil samples were taken, due to the depth of ground water. Red capped posts were placed at each end of the former pit to mark its location.

Yours truly,

A handwritten signature in black ink, appearing to read "Gene Shull", written in a cursive style.

Gene Shull