

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NMOCD  
Artesia

FORM APPROVED  
OMB No. 1004-0137  
Expires: October 31, 2014

**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.

1. Type of Well  
 Oil Well     Gas Well     Other  
 2. Name of Operator JALAPENO CORPORATION  
 3a. Address PO BOX 1608 ALBUQUERQUE, NM 87103  
 3b. Phone No. (include area code) 505-242-2050  
 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2145' FNL & 694' FWL SEC. 18, T-9S, R-28-E  
 7. If Unit of CA/Agreement, Name and/or No. N/A  
 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 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 checked="" 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 type="checkbox"/> Other _____
	<input checked="" 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 recomplate 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 recompletion 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.)

ON DECEMBER 18TH, WE LOST OUR MIXING SUB AND DRILLING BIT DOWN THE LIZARD 20 STATE #1 BOREHOLE. IT WAS DETERMINED THAT WE WOULD NEED TO ORDER A FISHING TOOL IN ORDER TO BE ABLE TO SUCCESSFULLY FISH OUR TOOLS OUT OF THE HOLE. WE HAD BEEN GIVEN UNTIL THE 4TH OF JANUARY TO MOVE BACK ONTO THE DUNCAN FEDERAL #12 LOCATION. HOWEVER, WITH THE RECENT PROBLEMS ON THE LIZARD 20 LOCATION THIS IS NO LONGER POSSIBLE. WE ARE CURRENTLY 200' FROM THE PAY ZONE ON THE LIZARD AND IF WE ARE ABLE TO SUCCESSFULLY FISH OUR TOOLS OUT OF THE HOLE AFTER THE WEATHER CLEARS UP, WE SHOULD BE ABLE TO MOVE ONTO THE DUNCAN 12 LOCATION WITHIN A THREE WEEK PERIOD. HOWEVER, THIS WE BE A MOVING TIMELINE AS WE CANNOT PREDICT HOW THE FISHING JOB WILL GO. WE WILL KEEP THE BLM INFORMED OF OUR TIMELINE AND WILL MOVE ONTO THE DUNCAN FEDERAL #12 AS SOON AS POSSIBLE.

*If operator is not on well within 3 weeks inform BLM*

**NM OIL CONSERVATION**  
ARTESIA DISTRICT  
JAN 19 2016

Accepted for record  
U20 NMOCD 1/20/2016

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) H. Emmons Yates, III Title Vice President  
 Signature *[Signature]* Date 12/28/2015  
 RECEIVED  
 ACCEPTED FOR RECORD  
 THIS SPACE FOR FEDERAL OR STATE OFFICE USE  
 Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date JAN 13 2016  
 Office \_\_\_\_\_ BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

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 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.