

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTNMOCD
ArtesiaFORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014AUG 12 2016
SUNDAY 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 100542

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

PAISANO FEDERAL #1

2. Name of Operator

JALAPENO CORPORATION

9. API Well No.

30-005-63840

3a. Address

P.O. BOX 1608, ALBUQUERQUE, NM 87103

3b. Phone No. (include area code)

505-242-2050

10. Field and Pool or Exploratory Area
Wolf Lake, San Andres, South

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

SEC. 12, T-9S, R-27E 330' FSL & 330' FEL

11. County or Parish, State
CHAVES, 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 type="checkbox"/> Change Plans	<input checked="" 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 recomple 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 recomple 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.)

JUL 18th - SET 25' CEMENT PLUG AND WAITED FOUR HOURS, WENT BACK TO TAG CEMENT PLUG AND FOUND THAT FORMATION HAD DRUNK ALL THE CEMENT. CALLED FOR VERBAL APPROVAL FROM BLM TO SET CIBP AT 2155'. AFTER RECEIVING APPROVAL SET CIBP AT 2155' AND SET 35' OF CEMENT ON TOP. SHUT DOWN FOR DAY.
NEXT MORNING (JUL 19th) TAGGED TOP OF CEMENT AT 2118'.
PUMPED SPACER GEL TO 585' AND PERFORATED 5 1/2" CASING AT 300' IN ORDER TO AVOID SHOOTING THE CEMENT ON THE BACKSIDE OF THE CASING. PUMPED CEMENT FROM 585' TO SURFACE AND CIRCULATED CEMENT ON BACKSIDE. SHUT DOWN FOR THE DAY.
HAVE STARTED WORKING ON DRY HOLE MARKER.

HAVE HAND DELIVERED CEMENT REPORT TO BLM AT ROSWELL FIELD OFFICE.

RECLAMATION DUE:
JAN 19 2017Approved as to plugging of the
well bore. Liability under bond
is retained until surface resto-
ration is completed.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

JULIE A. PASCAL

Title Oil and Gas Operations Associate

Signature

Julie A Pascal

Date 07/25/2016

Approved by

/S/ DAVID R. GLASS

Title

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.

DAVID R. GLASS

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.

(Instructions on page 2)

Well No. 1-Paisano Federal Is Last Well On Federal Lease
NM-100542. Lease NM-100542 Will Expire 07-31-2016
Without Production To Extend It.