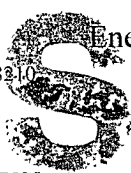


District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S St. Francis Dr., Santa Fe, NM 87505



State of New Mexico  
Energy, Minerals & Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

JUN 29 2007

OCD-ARTESIA

Form C-104  
Revised June 10, 2003  
Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

### I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator name and Address <b>Jalapeno Corporation</b> <b>PO Box 1608</b> <b>Albuquerque, NM 87103</b>		<sup>2</sup> OGRID Number: <b>26307</b>
		<sup>3</sup> Reason for Filing Code/ Effective Date <b>New Producing Well</b>
<sup>4</sup> API Number <b>30 - 005 - 63840</b>	<sup>5</sup> Pool Name: <b>Wolf Lake, San Andres, South</b>	<sup>6</sup> Pool Code: <b>65075</b>
<sup>7</sup> Property Code: <b>35903</b>	<sup>8</sup> Property Name: <b>Paisano Federal</b>	<sup>9</sup> Well Number <b>1</b>

### II. <sup>10</sup> Surface Location

UL or lot no. <b>P</b>	Section <b>12</b>	Township <b>9-S</b>	Range <b>27E</b>	Lot.Idn <b>SE/SE</b>	Feet from the <b>330</b>	North/South Line <b>South</b>	Feet from the <b>330</b>	East/West line <b>East</b>	County <b>Chaves</b>
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### <sup>11</sup> Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Lse Code	<sup>13</sup> Producing Method Code	<sup>14</sup> Gas Connection Date	<sup>15</sup> C-129 Permit Number	<sup>16</sup> C-129 Effective Date	<sup>17</sup> C-129 Expiration Date				

### III. Oil and Gas Transporters

<sup>18</sup> Transporter OGRID	<sup>19</sup> Transporter Name and Address	<sup>20</sup> POD	<sup>21</sup> O/G	<sup>22</sup> POD ULSTR Location and Description
<b>034053</b>	<b>Plains Marketing</b> <b>10 Desta Dr., Suite 200E</b> <b>Midland, Texas 79705</b>		<b>O</b>	<b>Paisano Federal 1 Lease</b> <b>API 30-005-63840</b> <b>Sec.12 T 9S R 27E</b> <b>330 FSL 330 FEL</b>

### IV. Produced Water

<sup>23</sup> POD	<sup>24</sup> POD ULSTR Location and Description <b>Same as well</b>
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### V. Well Completion Data

<sup>25</sup> Spud Date <b>3/23/07</b>	<sup>26</sup> Ready Date <b>0/00/00</b>	<sup>27</sup> TD <b>2287</b>	<sup>28</sup> PBTD <b>2241</b>	<sup>29</sup> Perforations <b>2206-2230</b>	<sup>30</sup> DHC, MC <b>Not commingled</b>
<sup>31</sup> Hole Size	<sup>32</sup> Casing & Tubing Size	<sup>33</sup> Depth Set	<sup>34</sup> Sacks Cement		
<b>12 1/4</b>	<b>8 5/8</b>	<b>535'</b>	<b>240 sacks</b>		
<b>7 7/8</b>	<b>5 1/2</b>	<b>2280</b>	<b>380 sacks</b>		
<b>N/A</b>	<b>5 1/2</b>	<b>Squeeze from 1610</b>	<b>260 sacks</b>		
<b>N/A</b>	<b>2 3/8</b>	<b>2139</b>			

### VI. Well Test Data

<sup>35</sup> Date New Oil <b>6/20/07</b>	<sup>36</sup> Gas Delivery Date <b>N/A</b>	<sup>37</sup> Test Date <b>6/26/06</b>	<sup>38</sup> Test Length <b>24 Hours</b>	<sup>39</sup> Tbg. Pressure <b>40 pounds</b>	<sup>40</sup> Csg. Pressure <b>40 pounds</b>
<sup>41</sup> Choke Size <b>3/4"</b>	<sup>42</sup> Oil <b>44.82bbls</b>	<sup>43</sup> Water <b>44.08bbls</b>	<sup>44</sup> Gas <b>N/K</b>	<sup>45</sup> AOF <b>N/A</b>	<sup>46</sup> Test Method <b>pumping</b>

<sup>47</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature:		OIL CONSERVATION DIVISION	
Printed name: <b>Harvey E. Yates, Jr.</b>		Approved by: <b>BRYAN G. ARRANT</b>	
Title: <b>President</b>		Title: <b>DISTRICT II GEOLOGIST</b>	
E-mail Address: <b>Personnel3@msn.com</b>		Approval Date: <b>JUL 1 2 2007</b>	
Date: <b>6/26/07</b>	Phone: <b>505-242-2050</b>		