

Submit 3 Copies To Appropriate District

Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 South First, Artesia, NM 87210

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 ResourcesOIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505Form C-103  
Revised March 25, 1999

<b>SUNDY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-005-62894
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		3. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator JALAPENO CORPORATION		6. State Oil & Gas Lease No. VA-2401
3. Address of Operator P O BOX 1608 ALBUQUERQUE, NM 87103-1608		7. Lease Name or Unit Agreement Name: LOUISE YATES
4. Well Location Unit Letter <u>N</u> <u>330</u> feet from the <u>SOUTH</u> line and <u>1980</u> feet from the <u>WEST</u> line Section <u>7</u> Township <u>09-S</u> Range <u>28E</u> <u>NMFMCHAVES</u> County		8. Well No. <u>1</u> 9. Pool name or Wildcat WOLF-LAKE SAN ANDRES, SOUTH
10. Elevation (Show whether DR, RKB, RT, GR, etc.)		

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. 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.

PBSD of the well is 2,366. We propose to:

- 1.) Set a 25 sack plug from 2,366 to 2,239 covering the perforations, plus 50'. - TA9
- 2.) We estimate that the top of the cement is at 1,250' (see bond logs and note the existing cement appears to cover the top of the San Andres at an estimated 1,633').
- 3.) We would cut the casing at 1,250' and retrieve the 5 1/2 casing, then set a plug from 1,300' to 1,200' covering the casing stub (35 sacks). - TA9
- 4.) Set a plug at base of surface casing which is 411' (40 sacks). - set plug 361'-461'
- 5.) Set a plug from 360' to surface. - WOC 24 HRS - TA9
- 6.) Install a dry hole marker.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signature By Harvey N. Yates, Jr.  
Jalapeno Corporation

TITLE President

DATE 10/15/03

Type or print name Harvey N. Yates, Jr.

Telephone No. 505-242-2050

(This space for State use)

APPROVED BY [Signature]TITLE Field Rep IDDATE 10-17-03

Conditions of approval, if any: