

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 Resources

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

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-005-63380
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. 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		7. Lease Name or Unit Agreement Name: LOUISE YATES STATE
4. Well Location Unit Letter F 2310 feet from the NORTH line and 2310 feet from the WEST line Section 07 Township 09S Range 28E NMPM CHAVES County NM		8. Well No. # 4
10. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. Pool name or Wildcat WOLF LAKE SAN ANDRES, SOUTH

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 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: CONVERSION TO A SWD <input checked="" 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. RE: ADMINISTRATIVE ORDER S W D #876
- 1.) ON 10/24/03 TOMMY SNODGRASS REPORTED TO OCD'S JERRY GUY THAT ON 10/25/03 WE WOULD RIG UP ON LOUISE YATES ST. # 4, FOR THE PURPOSE OF PERFORMING THOSE DOWNHOLE TASKS REQUIRED TO CONVERT THE WELL TO A WATER DISPOSAL WELL.
 - 2.) PERFORATED 2306-2315 WITH 20 SHOTS (BLACK WARRIOR). 10/25/03.
 - 3.) ACIDIZED WELL WITH 4,000 GAL OF 20% HCL (CHAPERAL). 10/25/03.
 - 4.) PLACED NEW 5 1/2" 14-20# PLASTIC COATED AD-1 TENSION PACKER. 10/26/03
 - 5.) PUMPED PACKER FLUID BETWEEN TUBING AND CASING. 10/26/03
 - 6.) SET PACKER & PUMPED TO TEST CASING. SEE ATTACHED PRESSURE CHART. HELD 560 PSI FOR 30 MINUTES. 10/26/02
 - 7.) CHECKED INJECTION RATE OF WELL: 1.2 BBL/MIN AT 500 PSI AT SURFACE. 10/26/03
 - 8.) RIGGED DOWN AND SHUT IN WAITING ON SURFACE EQUIPMENT. 10/26/03

***S W D - SAN ANDRES #96121 (POOL CODE)

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

SIGNATURE Harvey E. Yates, Jr. TITLE PRESIDENT DATE DEC. 22-03

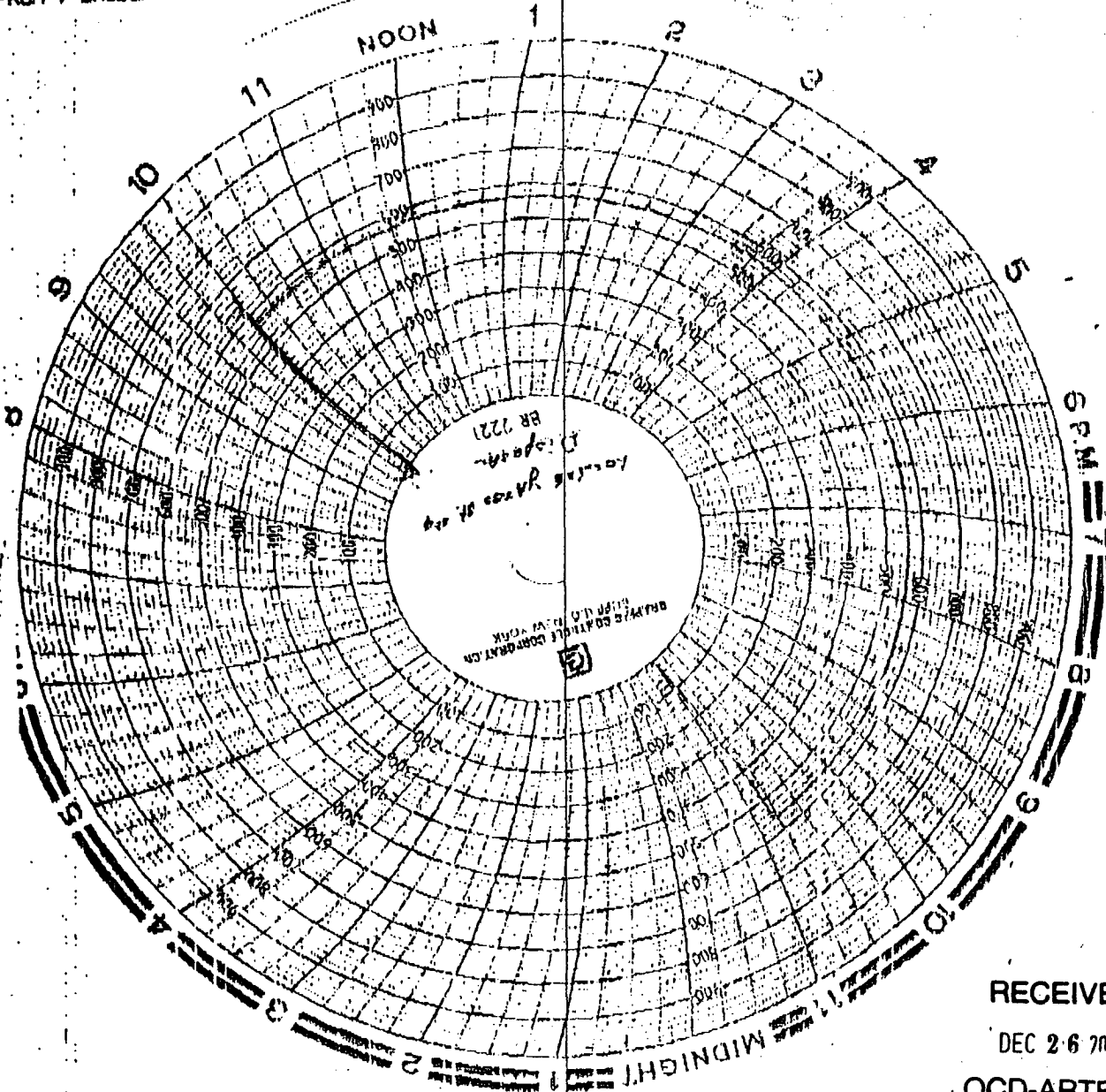
Type or print name HARVEY E. YATES, JR. Telephone No. 505-242-2050
(This space for State use)

APPROVED BY [Signature] TITLE CO DATE 1/7/04
Conditions of approval, if any

FROM: SNODGRASS-PACKER&HOT SUC.

PHONE NO. : 805 353 3919

Oct. 27 2003 09:57PM P6



RECEIVED

DEC 26 2003

OCD-ARTESIA