

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTOil Cons.
N.M. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000**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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

RECEIVED

2. Name of Operator

JALAPENO CORPORATION

JAN 15 2004

3a. Address

P.O. BOX 1608 ABQ., NM 87103

3b. Phone No. (include area code)

505-242-2650

OCD-ARTESIA

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

330' FSL & 330' FWL

329' 329'

SEG. 07 T-9S R-28E NMPM LOT # 4

5. Lease Serial No.

NM-12557

6. If Indian, Allottee or Tribe Name

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

15779

8. Well Name and No.

DUNCAN FEDERAL # 3

9. API Well No.

30-005-63564

10. Field and Pool, or Exploratory Area

WOLF LAKE SAN ANDRES, SOUTH

11. County or Parish, State

CHAVES COUNTY, NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other Cement

Surface Csg

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 recompleat 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

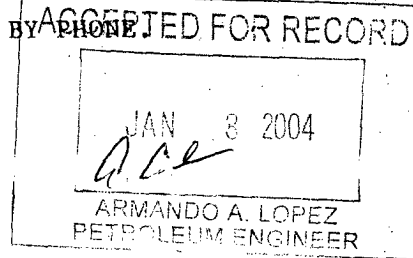
WE ARE SUBMITTING THIS SUNDRY PURSUANT TO YOUR REQUIREMENT THAT YOU BE NOTIFIED TO WITNESS

THE CEMENTING OF THE SURFACE CASING.

WE PLAN TO CEMENT AT ABOUT 10:00 A.M. TUESDAY, DECEMBER 16, 2003.

YOU REMEMBER THAT THE WELL IS BEING DRILLED BY CABLE TOOL. THE PIPE HAS BEEN RUN TODAY.

IF THERE ARE ANY CHANGE IN PLANS, WE WILL NOTIFY YOU BY PHONE



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

HARVEY E. YATES, JR.

Title PRESIDENT

Signature

Date DECEMBER 15, 2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

Office

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.