

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

Oil Cons.  
N.M. DIV-Dist. 2  
1301 W. Grand Avenue  
Artesia, NM 88210

FORM APPROVED  
OMB No. 1004-0135  
Expires January 31, 2004

**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

2. Name of Operator  
JALAPENO CORPORATION

RECEIVED

JAN 15 2004

3a. Address  
P.O. BOX 1608 ABQ., NM 87103

3b. Phone No. (include area code)  
(505) 240-0055 ARTESIA

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

330' FSL & 330' FWL  
329' 329'

SECTION 07 TOWNSHIP 9S RANGE 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			
<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 checked="" type="checkbox"/> Other CEMENT
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>SURFACE CASING</u>
	<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 recomplete 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 recompletion 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.)

12/15/03: Ran 15 joints (549') of 8 5/8" 8rd STC R-3 28-1b. surface pipe. Set this pipe 2' below surface to have room for well control head. TD 552'

Cemented 549' of 8 5/8" 28-1b. casing with 470 sacks cement as follows:  
80 sx of Halliburton Premium Circulation Control (Flexplug) cement;  
190 sx of Halliburton Lite Premium Plus (Class C);  
200 sx Halliburton Primary Cement.

Plug pumped down at 12:30 PM today. 84 sx of cement circulated to Pit.

Prior notice of this job was given to the BLM by facsimile on 12/15/03 and by phone at 8:20 AM on 12/16/03.

Prior notice of this job was given to the OCD by phone at 8:40 AM on 12/16/03.

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

HARVEY E. YATES, JR.

Title PRESIDENT

Signature

Date DECEMBER 16, 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

ACCEPTED FOR RECORD

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 reverse)

ARMANDO A. LOPEZ  
PETROLEUM ENGINEER