

NM OIL CONSERVATION
ARTESIA DISTRICT

SEP 21 2015

Jalapeno Corporation
P.O. Box 1608
Albuquerque, NM 87103-1608
Phone: (505) 242-2050 Fax: (505) 242-8501

RECEIVED

September 17, 2015
Certified Mail Receipt
#7015 0640 0001 5384 1317

Oil Conservation Division
811 S. First Street
Artesia, NM 88210

RE: Duncan Federal #11 well
API # 30-005-64211
Section 7, T9S, R28E

Dear Sir or Madam:

This letter is to give notice that Jalapeno Corporation plans to begin the C-144 approved Closure Plan of the pit for the Duncan Federal #11 well. We will comply with the OCD's protocols and procedures based upon the appropriate requirements of 19.15.17.13 NMAC.

Unless I hear otherwise from you, we will begin to stabilize and/or solidify the remaining temporary pit contents with no more than a 3:1 soil ratio. We will then have Cardinal Laboratories run a five-point composite sample pit contents test to determine if the specified concentrations for in-place burial meet the OCD parameters. If our test results meet or are less than the OCD parameters, we will proceed with the on-site closure of the pit. If the result exceed, we will dispose of the liner and its remains to an OCD approved disposal facility.

If you have any questions or need further information, you can contact me at the numbers listed above or by e-mail at eyates@jalapenocorp.com.

Accepted for record
9/17/15

Yours truly,



H. Emmons Yates III
Jalapeno Corporation
Vice President