

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Geology, Minerals and Natural Resources

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

Form C-103  
May 27, 2004

<b>SUNDRY 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. 30-005-63762
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 Scrounger State
4. Well Location Unit Letter <u>A</u> : <u>412</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>East</u> line Section <u>13</u> Township <u>9-S</u> Range <u>27E</u> NMPM County <u>Chaves</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3877'		9. OGRID Number 26307
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Wolf Lake South
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water ell _____ Distance from nearest surface water _____		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☒

OTHER: ☐

13. 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.

We reached total depth of 2288 feet (KB is 1 1/2 feet).

On 12/27/05 we ran 2,282.42 feet of 5 1/2 inch production casing, plus float and guide shoe. Of this casing 634 feet were new 15.5 lb. and 1648 feet were used drifted and tested 17 lb. This was cemented by Halliburton on 12/28/05 with a volumn of cement calculated to tie the cement with the surface casing as follows: 200 sacks Premium Plus, and 100 sacks of Poz Premium Plus.

Well was shut in to wait on the cement to cure.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

Jalapeno Corportion

SIGNATURE by Harvey Yates, Jr. by Jan Barco TITLE President DATE 12/29/05

Type or print name: Mr. Harvey Yates, Jr. E-mail address: personnel3@msn.com Telephone No. 505-242-2050

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE \_\_\_\_\_ DATE JAN 04 2006  
Conditions of Approval (if any): \_\_\_\_\_