

Submit To Appropriate District Office
State Lease - 6 copies
Lease - 5 copies
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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
Energy, Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-105
Revised June 10, 2003

WELL API NO.: 30-005-63827

5. Indicate Type of Lease

STATE ☒ FEE ☐

State Oil & Gas Lease No.
VO 7065

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a Type of Well:
OIL WELL ☐ GAS WELL ☐ DRY ☒ OTHER _____

b Type of Completion:

NEW ☒ WORK ☐ DEEPEN ☐ PLUG ☐ DIFF.
WELL OVER BACK RESVR. ☐ OTHER

2 Name of Operator
Jalapeno Corporation

OCT 29 2007

OCD-ARTESIA

7 Lease Name or Unit Agreement Name

Scrounger State

8 Well No

2

3. Address of Operator
PO Box 1608, Albuquerque, NM 87103

9. Pool name or Wildcat
Wolf Lake South

4. Well Location

Unit Letter A : 990' Feet From The North Line and 330' Feet From The East Line

Section 13 Township 9S Range 27E NMPM County Chavez

10. Date Spudded 7/30/07 11. Date T.D. Reached 8/15/07 12. Date Compl. (Ready to Prod.) Plugged 8/30/07 13 Elevations (DF& RKB, RT, GR, etc.) 3875 GL 14. Elev. Casinghead N/A

15. Total Depth 2280 16 Plug Back T.D. Surface 17 If Multiple Compl. How Many Zones? None 18. Intervals Drilled By Conquest Energy Serv. Rotary Tools Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name

none

20. Was Directional Survey Made
Yes by driller - see attached

21 Type Electric and Other Logs Run

Laterology Array Micro-CFL/GR, Compensated Neutron & Deviation Report

22 Was Well Cored
No

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8"	24 lb	535 ft	12 1/2"	290 sacks	8.4 sacks

24. LINER RECORD N/A 25. TUBING RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

AMOUNT AND KIND MATERIAL USED

28 PRODUCTION

Date First Production N/A Production Method (Flowing, gas lift, pumping - Size and type pump) N/A Well Status (Prod. or Shut-in) N/A (P&A)

Date of Test N/A	Hours Tested N/A	Choke Size N/A	Prod'n For Test Period	Oil - Bbl N/A	Gas - MCF N/A	Water - Bbl. N/A	Gas - Oil Ratio N/A
Flow Tubing Press. N/A	Casing Pressure N/A	Calculated 24-Hour Rate	Oil - Bbl. N/A	Gas - MCF N/A	Water - Bbl N/A	Oil Gravity - API - (Corr.) N/A	

29 Disposition of Gas (Sold, used for fuel, vented, etc.)
No gas

Test Witnessed By

30. List Attachments
Deviation Survey & above listed logs

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature

Printed Name Harvey E. Yates, Jr.

Title President

Date 9/24/07

E-mail Address: personnel3@msn.com

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs	T. Penn. "D"
T. Yates 500	T. Miss	T. Cliff House	T. Leadville
T. 7 Rivers N/A	T. Devonian	T. Menefee	T. Madison
T. Queen 900	T. Silurian	T. Point Lookout	T. Elbert
T. Grayburg 1168	T. Montoya	T. Mancos	T. McCracken
T. San Andres 1582	T. Simpson	T. Gallup	T. Ignacio Otzte
T. Glorieta	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinebry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp	T.	T. Chinle	T.
T. Penn	T.	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from ...2180to.....TD No. 3, from.....to.....
 No. 2, from.....to..... No. 4, from.....to.....

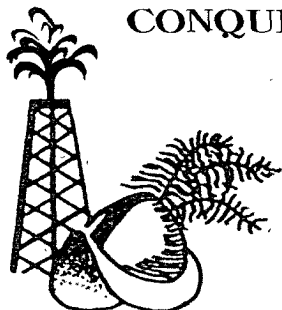
IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

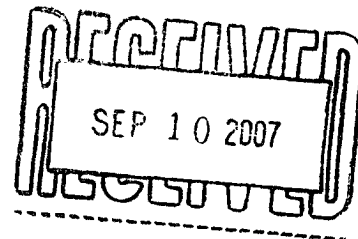
From	To	Thickness In Feet	Lithology	From	To	Thickness In Feet	Lithology
0	430	430	Alluvium				
430	500	70	Shale				
500	900	400	Red beds, Anhydrite & Salt				
900	1102	102	Red sand, Shale & Salt				
1102	1168	66	Grey sand, Shale				
1168	1582	414	Shale sequence, Dirty grey sand				
1582	2180	598	Limestone, Anhydrite				
2180	TD	?	Dolomite, limestone				



CONQUEST ENERGY SERVICES, LLC

3105 East 2nd Street
P.O. Box 1581
Gillette, Wyoming 82717-1581
Phone (307) 685-4210
Fax (307) 685-4211

Email conquest@vcn.com



CONQUEST ENERGY SERVICES, LLC – RIG 14

OPERATOR: Jalapeno Corporation
WELL/LEASE: Scrounger State #2
COUNTY: Chaves County, New Mexico
Sec 13, T9S – R27E
990' FNL & 330' FEL

**STATE OF NEW MEXICO
DEVIATION REPORT**

Depth

Deviation

525'	1/2
1012'	3/4
1512'	3/4
2012'	3/4
2275'	3/4

Conquest Energy Services, LLC

Matt Murphy – Managing Member

The foregoing instrument was acknowledged by me on this 5th day of September, 2007 by Matt Murphy, Managing Member of Conquest Energy Services, LLC.

My Commission Expires: 2-10-2011

Notary for Chaves County, NM

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

OCT 29 2007
OCD-ARTESIA

October 23, 2007

Oil Conservation Division
1301 W. Grande Avenue
Artesia, NM 88210

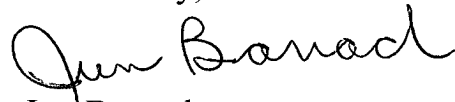
RE: Scrounger State #2
Well API NO.30-005-63827
S. 13, T. 9S, R. 27E
Chaves, County

Ladies and Gentlemen:

Enclosed please find an original and five copies of a Form C-105 (WELL COMPLETION OR RECOMPLETION REPORT AND LOG) for the Scrounger State #2 well. Also included are two Schlumberger logs (the Three Detector Litho-Density Compensated Neutron log and the Azimuthal Laterology Array Micro-CFL log) and the Deviation Report.

If you have any questions or further information is needed, please contact our office at the numbers listed above.

Yours truly,


Jun Barrack