

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2

1301 W. Grand Avenue

Artesia, NM 88210

FORM APPROVED
BLM 1004-0137
Expires: March 31, 2007

RM

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

3a. Address

P.O. BOX 1608, ALB., NM 87103

3b. Phone No. (include area code)

505-242-2050

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

330' FSL & 330' FEL S.12, T.9-S, R. 27-E

5. Lease Serial No.
NM 100542

6. If Indian, Allottee or Tribal Name

APR 22 2010

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

NMCOO ARTESIA

8. Well Name and No.

PAISANO FEDERAL #1

9. API Well No.

30-005-63840

10. Field and Pool, or Exploratory Area

Wolf Lake, San Andres, South

11. County or Parish, State

CHAVES COUNTY, NM

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 **SITE FACILITY****DIAGRAM**

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.)

(SEE ATTACHED SITE FACILITY DIAGRAM)

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

JUN BARRACK

Title OIL AND GAS OPERATIONS ASSOCIATE

Signature

Jun Barrack

Date

1/10/10

ACCEPTED FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

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

ROSWELL FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 18 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 page 2)

ENTERED II
AFMSS

JALAPENO CORPORATION

Paisano Federal #1

Lease No.: NM 100542

330' FSL & 330" FEL

Sec. 12, T9S, R27E

Chaves, New Mexico

THE SITE SECURITY PLAN IS LOCATED AT:

JALAPENO CORPORATION

1429 CENTRAL NW

ALBUQUERQUE, NEW MEXICO 87104

→ Direction of Flow

P1 Production Valve

S1 Sales Valve

E1 Equalizing Valve

BSW BS & W Valve

F Fill Line

O Oil Line

G Gas Line

W Water Line

V Vent Valve

L1 Load Valve

BSW BS & W Line

PRODUCTION LINES VALUES
SEALED OPEN WHILE PRODUCING
SEALED CLOSED DURING SALES

SALES LINES VALUES
SEALED CLOSED WHILE PRODUCING
OPEN DURING SALES



PUMPING UNIT

