

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
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-005-63381-00-00
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VA-2401-0000
7. Lease Name or Unit Agreement Name LOUISE YATES STATE
8. Well Number 2
9. OGRID Number 26307
10. Pool name or Wildcat WOLFE LAKE-SAN ANDRES, SOUTH

SUNDRY NOTICES AND REPORTS ON WELLS (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.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED
2. Name of Operator JALAPENO CORPORATION	DEC 13 2004
3. Address of Operator P.O. BOX 1608 ALBUQUERQUE, NM 87103	OCD-ARTESIA
4. Well Location Unit Letter <u>K</u> : <u>1650</u> feet from the <u>SOUTH</u> line and <u>2310</u> feet from the <u>WEST</u> line Section <u>7</u> Township <u>9s</u> Range <u>28E</u> NMPM County <u>CHAVES</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3892	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ 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 ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☒ Request for extension of time

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.

On October 21, 2004, we requested an extension of time until December 9, 2004, to have the subject well back on production. (This well had been producing into a battery located on the Louise Yates State #1. However, the #1 has been plugged and the battery removed in order to clean the #1 location for inspection. A new battery is being established on the #2 well site).

While the pad for the new battery has been built, the heavy rains in November inhibited both hauling oil out of the field, or surface equipment into the field. The roads have now been repaired and the #2 tank battery is set for delivery next week. The #2 well will be placed back on production shortly thereafter.

Extension to 1-9-05

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Harvey E. Yates, Jr. TITLE President DATE 12/10/04

Type or print name _____ E-mail address: personnel3@msn.com Telephone No. 505-242-2050

For State Use Only

APPROVED BY: [Signature] TITLE Dep Hld Insp. DATE 12-17-04

Conditions of Approval (if any):