

District I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED Form C-101
JAN 11 2012 Permit
NMOC D ARTESIA
Revised August 1, 2011

1/17/2012 FINANCIAL
INACTIVE 8/0 0

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Jalapeno Corporation PO Box 1608 Albuquerque, New Mexico 87103-1608		² OGRID Number 26307
		³ API Number 30-005-64153
⁴ Property Code 17209	⁵ Property Name No Son Emmons State	⁶ Well No #2 ND

⁷ Surface Location

UL - Lot 1	Section 18	Township T-9S	Range R-28E	Lot Idn .	Feet from 660	N/S Line North	Feet From 990	E/W Line West	County Chaves
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⁸ Pool Information

WOLF LAKE SAN ANDRES; South	65075
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Additional Well Information

⁹ Work Type NEW WELL	¹⁰ Well Type OIL	¹¹ Cable/Rotary ROTARY/AIR	¹² Lease Type STATE	¹³ Ground Level Elevation 3880'
¹⁴ Multiple NO	¹⁵ Proposed Depth 2400'	¹⁶ Formation SAN ANDRES	¹⁷ Contractor UNITED DRILLING	¹⁸ Spud Date
Depth to Ground water 308		Distance from nearest fresh water well 5.85 miles		Distance to nearest surface water 16,556 ft

¹⁹ Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surface	12 1/4	8 5/8	24#	400'	250 sx	surface
Production	7 7/8	5 1/2	15.5#	2400'	275 sx	1900

Casing/Cement Program: Additional Comments

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Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Pressure System Schematic	2000 PSI	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief I further certify that the drilling pit will be constructed according to NMOC D guidelines <input checked="" type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		OIL CONSERVATION DIVISION	
Printed name H. Emmons Yates III		Approved By <i>[Signature]</i>	
Title Geological Analyst		Title <i>[Signature]</i>	
E-mail Address		Approved Date. 1/17/12 Expiration Date	
Date 1/9/12	Phone 505-242-2050	Conditions of Approval Attached	

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

RECEIVED

JAN 11 2012

Form C-102

Revised August 1, 2011

Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-005-64153	Pool Code 65075	Pool Name WOLF LAKE SAN ANDRES; South
Property Code 17209	Property Name EMMONS STATE	Well Number 2
OGRID No. 26307	Operator Name JALAPENO CORPORATION	Elevation 3880'

Surface Location

UL or lot No. XD	Section 18	Township 9-S	Range 28-E	Lot Idn 1	Feet from the 660	North/South line NORTH	Feet from the 990	East/West line WEST	County CHAVES
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

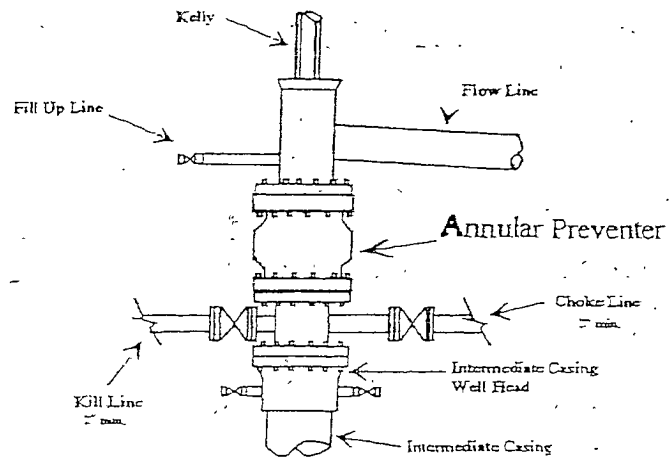
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>LOT 1</p> <p>990'</p> <p>660'</p> <p>39.60 AC. LOT 2</p> <p>39.61 AC. LOT 3</p> <p>39.63 AC LOT 4</p> <p>39.65 AC</p>	<p>GEODETIC COORDINATES NAD 27 NME</p> <p>SURFACE LOCATION Y=923421.6 N X=560667.5 E LAT.=33.538301° N LONG.=104.134233° W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>H. Emmons Yates III</i> Jan 9, 2012 Signature Date</p> <p>H. Emmons Yates III Printed Name</p> <p>eyates@jalapenocorp.com E-mail Address</p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>DECEMBER 22, 2011</p> <p>Date of Survey</p> <p>Signature & Seal of Professional Surveyor:</p> <p>RONALD J. EIDSON NEW MEXICO 3239 07/06/2012</p> <p>Certificate Number Gary C. Eidson 12641 Ronald J. Eidson 3239</p> <p>AF</p>
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JALAPENO CORPORATION

EMMONS STATE #2

2,000 psi Pressure System
Schematic



Typical 2,000 psi choke manifold assembly with at least these minimum features

