

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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

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

WELL API NO. 30-035-20035
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Cowboy "27"
8. Well Number 1
9. OGRID Number 26307
10. Pool name or Wildcat Wildcat

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 ☒ Gas Well ☐ Other

2. Name of Operator Jalapeno Corporation

3. Address of Operator
PO Box 1608, Albuquerque, NM 88202-1433

4. Well Location

Unit Letter H : 2310 feet from the N line and 330 feet from the E line
Section 27 Township 13S Range 10E NMPM Otero County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
5011 GR

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 ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

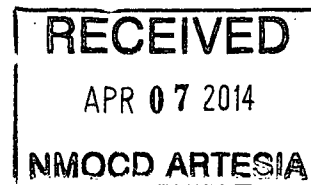
REMEDIAL WORK: ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☒ P AND A ☐
CASING/CEMENT JOB ☒ XX
OTHER: ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Commenced drilling a 12 1/4" hole at 11:00 am, 3/7/2014 and drill 12 1/4" hole to 755'

Run 18 jts 9 5/8" 36# J-55 ST&C casing equipped with Texas Pattern shoe, insert float and 5 centralizers. Cement well with 340 sx Class C Cement. 126 sx cement were circulated to the closed loop system and hauled off. Plug down 5:35 am 3/9/2014.

WOC and install well head and NU 5,000 psi BOP. Commence drilling a 7 7/8" hole @ 12:30 pm 3/10/2014



Spud Date: March 7, 2014

Rig Release Date: March 30, 2014

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Consultant DATE 3/27/2014

Type or print-name Phelps White E-mail address: pwiv@zianet.com PHONE: 575 626 7660

For State Use Only

APPROVED BY: [Signature] TITLE Dist. Supervisor DATE 4/8/14

Conditions of Approval (if any):