

Submit 1 Copy To Appropriate District Office
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. 30-005-64180
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No. V0-9290
7. Lease Name or Unit Agreement Name Kobe 22
8. Well Number #1
9. OGRID Number 26307
10. Pool name or Wildcat Wolflake, San Andres, S

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 ☐	7. Lease Name or Unit Agreement Name Kobe 22
2. Name of Operator Jalapeno Corporation	8. Well Number #1
3. Address of Operator P.O. Box 1608 Albuquerque, NM 87103	9. OGRID Number 26307
4. Well Location Unit Letter E 2195 feet from the North line and 330 feet from the West line Section 22 Township 9-S Range 27-E NMPM County Chaves	10. Pool name or Wildcat Wolflake, San Andres, S
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☒	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS ☐	P AND A ☒
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
DOWNHOLE COMMINGLE ☐			
CLOSED-LOOP SYSTEM ☐			
OTHER ☐		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.

We have lost tools in the bottom of the borehole and after a month of fishing we have abandoned the attempt to fish the tools out. We then attempted to put a whipstock down the hole in order to drill around the tools. However, our whipstock became stuck at 1480' and we ended up drilling back into the original borehole. We now propose to P & A the Kobe 22 State #1 by filling the borehole from 1892' to 485' with spacing gel and cementing from 485, which is 50 feet below our casing and cementing it to surface.

Spud Date:

2/14/14

Rig Release Date:

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

SIGNATURE

TITLE Vice President

DATE 8/29/2014

Type or print name H. Emmons Yates III

E-mail address: eyates@jalapenocorp.com PHONE: 505-242-2050

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

NM OIL CONSERVATION
ARTESIA DISTRICT

SEP 02 2014

RECEIVED

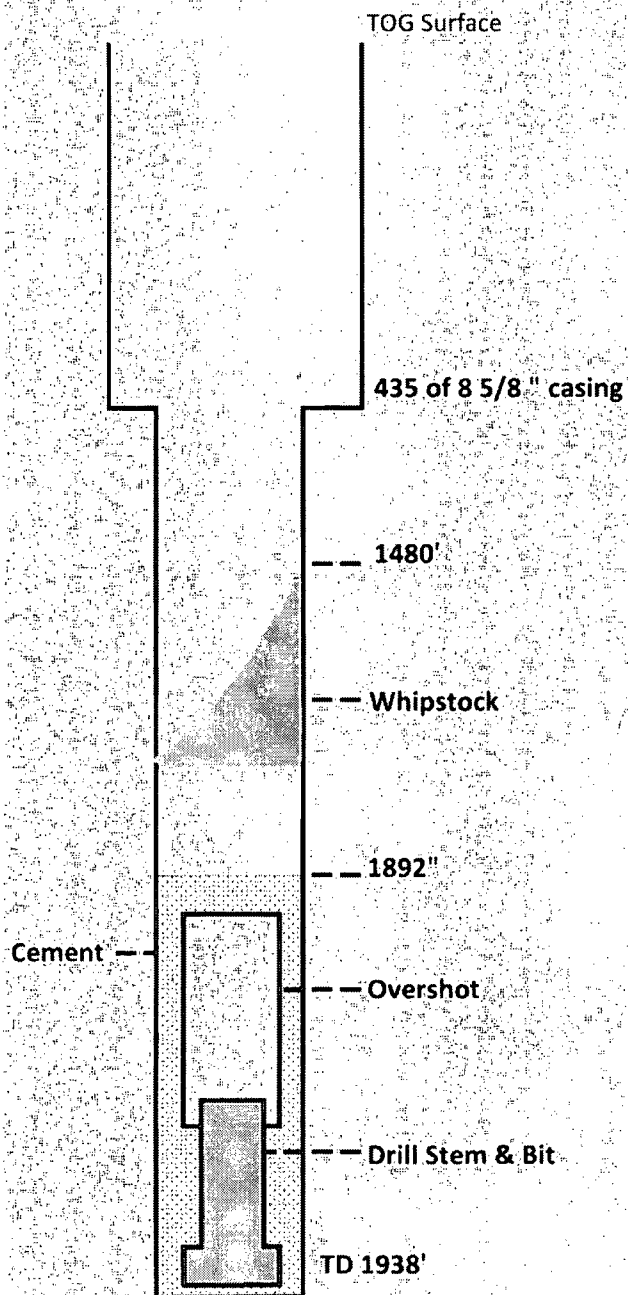
SCHEMATIC PRIOR TO PLUG AND ABANDON

JALAPENO CORPORATION

KOBE 22 STATE #1

CHAVES COUNTY, NEW MEXICO

API NO. 30-005-64180



NOT TO SCALE

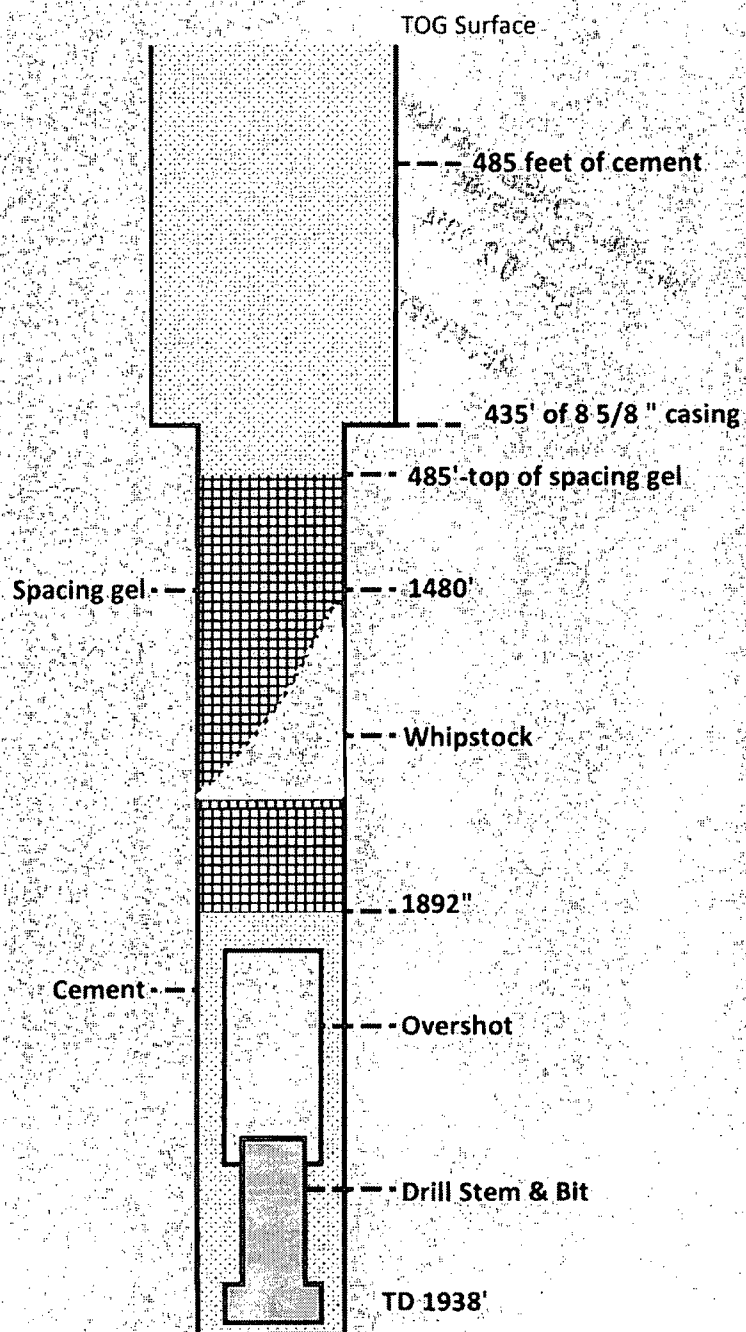
SCHEMATIC AFTER PLUG AND ABANDON

JALAPENO CORPORATION

KOBE 22 STATE #1

CHAVES COUNTY, NEW MEXICO

API NO: 30-005-64180



NOT TO SCALE