

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. 30-005-63762
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. <b>VO 7065</b>
7. Lease Name or Unit Agreement Name Scrounger State
8. Well Number 1
9. OGRID Number 26307
10. Pool name or Wildcat Wolf Lake 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 ☒ Gas Well ☐ Other ☐

2. Name of Operator  
Jalapeno Corporation

3. Address of Operator  
P.O. Box 1608, Albuquerque, NM 87103

4. Well Location  
Unit Letter A : 412 feet from the North line and 330 feet from the East line  
Section 13 Township 9-S Range 27E NMPM County Chaves

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
GR 3877'

Pit or Below-grade Tank Application ☐ or Closure ☐

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☒ **Submit Deviation Survey and Logs**

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.

**1/8-1/9/06 Ran 2,178 ft of 2 3/8" tubing plus a tubing pump and rods.**

**1/16-1/24/06 Set Lufkin 114 pump jack and built pad for tank battery.**

**Shut in waiting for tank battery which is on back order.**

**With this report we submit the deviation survey received from United Drilling and a copy of each of the logs run on the well: HRI, DLL/MGRD, SDL/DSN, Borehole Volume and Bond log.**

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

SIGNATURE by Harvey Yates, Jr. TITLE President DATE 1/31/06

Type or print name: Harvey Yates, Jr. E-mail address: personnel3@msn.com Telephone No. 505-242-2050  
**For State Use Only**

APPROVED BY: FOR RECORDS ONLY TITLE \_\_\_\_\_ DATE FEB 06 2006  
Conditions of Approval (if any): \_\_\_\_\_

WELL NAME AND NUMBER Scrounger State No. 1

LOCATION Section 13, T9S, R27E, 412' FNL, 330' FEL, Chaves County NM

OPERATOR Jalapeno Corporation

DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1/2° 510'</u>	<u>                    </u>	<u>                    </u>
<u>2° 1190'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/2° 1379'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/4° 1506'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/4° 1570'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/2° 2011'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/2° 2190'</u>	<u>                    </u>	<u>                    </u>
<u>                    </u>	<u>                    </u>	<u>                    </u>

Drilling Contractor United Drilling, Inc.

By: George A. Aho  
George A. Aho

Title: Business Manager

Subscribed and sworn to before me this 7<sup>th</sup> day of November,  
2005.

Carole Martin  
Notary Public

Chaves New Mexico  
County State

My Commission Expires: 10/08/08

