

NM OIL CONSERVATION

ARTESIA DISTRICT

State of New Mexico Energy, Minerals and Natural Resources

Form C-103

Revised November 3, 2011

Submit One Copy To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

WELL API NO. 30-005-63762
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VA 2401
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: [X] Oil Well [] Gas Well [] Other

2. Name of Operator JALAPENO CORPORATION

3. Address of Operator PO BOX 1608, ALBUQUERQUE, NEW MEXICO 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 27-E NMPM County Chaves

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

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: [] [X] Location is ready for OCD inspection after P&A

- [X] All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan.
[] Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned. (NO RAT HOLE)
[X] A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the

OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. ALL INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE.

- [X] The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment. Tank on loc TB containment not removed - Plastic Liner
[X] Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level.
[X] If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location. Flow line appears to be connected to well
[X] All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.)
[X] All other environmental concerns have been addressed as per OCD rules.
[X] Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from non-retrieved flow lines and pipelines.
[X] If this is a one-well lease or last remaining well on lease: all electrical service poles and lines have been removed from lease and well location, except for utility's distribution infrastructure.

When all work has been completed, return this form to the appropriate District office to schedule an inspection.

SIGNATURE Julie A Pascal TITLE Oil & Gas Operations Associate DATE April 11, 2018

TYPE OR PRINT NAME Julie A Pascal E-MAIL: jpascal@jalapenocorp.com PHONE: 505-242-2050

APPROVED BY: DENIED TITLE DENIED DATE 4-17-18 GC