(DO NOT USE THIS FORM FOR PROPO	State of New M Energy, Minerals and Na OIL CONSERVATIO 1220 South St. Fr Santa Fe, NM ICES AND REPORTS ON WELL DISALS TO DRILL OR TO DEEPEN OR I	tural purces N ON Paneis Dr. 87505	Form C-103 May 27, 2004 WELL API NO. 30-005-63827 5. Indicate Type of Lease STATE FEE 6. State Oil & Gas Lease No. VO 7065 7. Lease Name or Unit Agreement Name Scrounger State
DIFFERENT RESERVOIR. USE "APPLI PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other	worth you	8. Well Number 2
2. Name of Operator	o Corporation	MAR 2 2007 MAN	9. OGRID Number 26307
3. Address of Operator			10. Pool name or Wildcat
P.O. Box 1608, Albuquerque, NM 87103			Wolf Lake, South Andres
Unit Letter A: 990 feet from the North line and 330 feet from the East line			
Section 13	Township 9-S		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3875'			
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			enstruction Material
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data			
NOTICE OF INPERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING	CHANGE PLANS	SUB: REMEDIAL WORI COMMENCE DRI CASING/CEMENT	LLING OPNS. P AND A
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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. We will be moving a rotary rig onto the well site within the next 30 days and will notify you prior to that time. We have been waiting on a rig since the middle of May 2006.			
grade tank has been/will be constructed of Jalapeno Corpora SIGNATURE by Water Type or print name: Harvey Yates	r closed according to NMOCD guideline	s 🔲, a general permit 🔲	e and belief. I further certify that any pit or belowor an (attached) alternative OCD-approved plan DATE 3/14/07 Telephone No. 505-242-2050
For State Use Only			Man o o com
APPROVED BY: FO Conditions of Approval (if any):	R RECORDS ONLYITLE		DA MAR 2 6 2007

Jalapeño Corporation

P.O. Box 1608

Albuquerque, NM 87103-1608 Phone: (505) 242-2050 Fax: (505) 242-8501



March 16, 2007

Oil Conservation Division 1301 W. Grande Avenue Artesia, NM 88210

RE: Scrounger State #2 Well API NO.30-005-63827 S. 13, T. 9S, R. 27E Chaves, County

Ladies and Gentlemen:

Enclosed please find an original and two copies of Sundry Notice for the subject well.

As you will note from the application, we intend to drill this well with a cable tools. Also, this well will be drilled on the same proration unit as the Scrounger State #1 and, if successful would share the Scrounger State #1's tank battery.

If you have any questions or further information is needed, please contact our office at the numbers listed above.

Yours truly,

Jun Barrack