Jalapeno Corporation

P.O. Box 1608 Albuquerque, NM 87103-1608 Phone: (505) 242-2050 Fax: (505) 242-8501

August 16, 2001

New Mexico Oil Conservation Division Artesia Office 1301 W. Grand Ave. Artesia, NM 88210

RE: Notice of Intention Conversion to Salt Water Disposal Well Louise Yates State #1



Dear Sir/Madam:

Enclosed please find 3 copies of Form C-103 requesting a conversion of the above-captioned well to a salt water disposal well.

Thank you.

Sincerely yours,

Anne Riggs, Adm.Asst. To Harvey E. Yates, Jr., President