

NMOC



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd - Suite A
Farmington, New Mexico 87402
www.blm.gov/nm



In Reply Refer To:
3160(NMF0110)

June 7, 2013

Black Hills Gas Resources
P.O. Box 249
Bloomfield, NM 87413

RCVD JUN 11 '13
OIL CONS. DIV.
DIST. 3

Dear Mr. Daniel Manus,

An Application for Permit to Drill (APD) was submitted to the Farmington Field Office on January 11, 2010, and approved January 20, 2010 for a vertical well. This APD is being rescinded due to expiration on January 19, 2012.

Jicarilla 29-02-26 #44, SHL: 866' FSL & 1040' FEL, Sec. 26, T. 29 N., R. 2 W., Rio Arriba County, NM, Jicarilla Apache Lease 701-98-0013

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, please call (505) 564-7744 or e-mail mtilden@blm.gov. Thank you.

Sincerely,

Monica J. Tilden
Land Law Examiner
Petroleum Management Team

Av

CR# 33977
2133661

AMS: 01-11-10
MP: 01-11-10
SMA: JSC
BOND: 874
CAPA: 1

RECEIVED

JAN 11 2010

Form 3160-3
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

Bureau of Land Management
Farmington Field Office

FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

Mallow Oil Company
all
HOP Actual

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone

2. Name of Operator

Black Hills Gas Resources

3a. Address

P.O. 249

Bloomfield, NM 87413

3b. Phone No. (include area code)

(505) 634-1111

4. Location of well (Report location clearly and in accordance with any State requirements.)*

At surface

866' FSL 1,040' FEL SE/SE Unit P. 555E

At proposed prod. zone

866' FSL 1,040' FEL SE/SE Unit P

14. Distance in miles and direction from the nearest town or post office*

25 Miles southwest from Dulce, New Mexico

12. County or Parish

Rio Arriba

13. State

NM

15. Distance from proposed*

location to nearest
property or lease line, ft.

(Also to nearest drlg. unit line, if any)

Approx. 2,000'

16. No. of acres in lease

Approx. 9,600 acres

17. Spacing Unit dedicated to this well

160 ACRES ✓ 55

18. Distance from proposed location*

to nearest well, drilling, completed,
applied for, on this lease, ft.

Approx. ±6,000'

19. Proposed Depth

±2,000 TVD

20. BLM/ BIA Bond No. on file

BIA - MMSP0267675

21. Elevations (Show whether DF, RT, GR, etc.)

7,236' GR

22. Approximate date work will start*

January 28, 2010

23. Estimated duration

45-60 Days drill + completion

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1 shall be attached to this form:

1. Well plat certified by a registered surveyor
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

POTENTIAL EXIST

4. Bond to cover the operations unless covered by existing bond on file (see item 20 above).
5. Operator certification.
6. Such other site specific information and/ or plans as may be required by the authorized officer.

25. Signature

Daniel Manus

Name (Printed/ Typed)

Daniel Manus

Date

1/11/2010

Title

Regulatory Technician

Approved By (Signature)

D. Manus

Name (Printed/ Typed)

Date

1/20/2010

Title

AFM

Office

FFO

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to cc operations thereon.

Conditions of approval, if any, are attached.

ENTERED
AFMS

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

JAN 11 2010

* (Instructions on page 2)

BLM'S APPROVAL OR ACCEPTANCE OF THIS
ACTION DOES NOT RELIEVE THE LESSEE AND
OPERATOR FROM OBTAINING ANY OTHER
AUTHORIZATION REQUIRED FOR OPERATIONS
ON FEDERAL AND INDIAN LANDS

FARMINGTON

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
LOCAL REQUIREMENTS

This action is subject to technical and
procedural review pursuant to 43 CFR 3165.3
and appeal pursuant to 43 CFR 3165.4