



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd. - Suite A
Farmington, New Mexico 87402

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IN REPLY, REFER TO: JIC464
3162.3-1 (NMF0110)

December 20, 2013

RCVD DEC 30 '13
OIL CONS. DIV.
DIST. 3

Blackhills Gas Resources, Inc.
P.O. Box 249
Bloomfield, NM 87413

Dear Sir or Madam:

Reference is made to your Application to Permit to Drill (APD) well Jicarilla 464-31 #41, located 1200' FSL and 660' FSL, Section 31, T. 30 N, R. 3 W., San Juan County, New Mexico, API: 30-039-29877.

In view of the foregoing, this office has withdrawn this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Please file the letter within 30 days of receipt of this notice.

Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office. Please contact Mark Kelly, Environmental Protection Specialist at (505) 564-7710 or email at mkelly@blm.gov for information or inspections.

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, contact Virginia Barber at (505) 564-7754.

Sincerely,

Virginia Barber,
Land Law Examiner
Petroleum Management Team

CC: Well File
NMOCD *AV*

NDS: 12-31-05
APDP:
MP:
SMA:
BOND: BIA Bond
CAPA:

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. Type of Work <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. Contract 464	
1b. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name Jicarilla Apache Nation	
2. Name of Operator Black Hills Gas Resources, Inc.		7. If Unit or CA Agreement, Name and No. Jicarilla 464-31 41	
3a. Address P.O. Box 249 Bloomfield NM 87413		8. Lease Name and Well No. Jicarilla 464-31 41	
3b. Phone No. (include area code) 505-634-1411		9. API Well No. 30-039-29877	
4. Location of Well (Report location clearly and in accordance with any State Requirements.) At surface 1,200' FSL 660' FWL Lat: 36° 45' 50.8" Long: 107° 11' 41.6" At proposed production zone		10. Field and Pool, or Exploratory East Blanco / Pictured Cliffs	
11. Sec., T., R., M., or Blk. and Survey or Area Sec. 31 T 30N R 3W		12. County or parish Rio Arriba	
13. State New Mexico		14. Distance in miles and direction from nearest town or post office. * Well is located approximately 52 miles east of Bloomfield, New Mexico	
15. Distance from proposed location to nearest property of lease line, ft. (Also nearest Drig, unit line, if any) Unit= n/a Lease= ±660'		16. No. of acres in lease 2,560.0	
17. Spacing Unit dedicated to this well 172.99 SW/4, 52 NW/4		18. Distance from proposed location to nearest well, drilling, completed or applied for, on this lease, ft. ± 2,000' Jicarilla 464	
19. Proposed depth 4,000' TVD		20. BLM/BIA Bond No. on file NMB000230	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7,034' GR		22. Approximate date work will start * May 9, 2006	
23. Estimated duration 45-60 days drlg + 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:

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

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

25. Signature *Kathy L. Schneebeck* Name (Printed/Typed) Kathy L. Schneebeck, 303.820.4480 Date April 13, 2006
Title Permit Agent for Black Hills Gas Resources, Inc.

Approved by (Signature) *[Signature]* Name (Printed/Typed) Date 8/21/08
Title Office

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 conduct operations thereon.

Conditions of approval, if any, are attached.

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 statement or representation as to any matter within its jurisdiction.

CONDITIONS OF APPROVAL



H₂S POTENTIAL EXIST

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".

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

FARMINGTON