

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED
OMB NO. 1004-0137
Expires: November 30, 2000

5. Lease Serial No.
MDA 701-98-0013 Tract 2

1a. Type of Well Oil Well Gas Dry Other
b. Type of Completion: New Work Over Deepen Plug Back Diff. Resvr.
Other **"Permit Clean-up program for Black Hills"**

6. If Indian, Allottee or Tribe Name
Jicarilla Apache Tribe
7. Unit or CA Agreement Name and No.

2. Name of Operator
Black Hills Gas Resources, Inc. c/o Mike Pippin LLC (Agent)

8. Lease Name and Well No.
Jicarilla 29-02-27 No. 32

3. Address **3104. N. Sullivan, Farmington, NM 87401**
3a. Phone No. (include area code) **505-327-4573**

9. API Well No.
30-039-29386

4. Location of Well (Report locations clearly and in accordance with Federal requirements)*
At surface **1990' FSL & 2015' FWL Unit K**

10. Field and Pool, or Exploratory
East Blanco Pictured Cliffs

At top prod. interval reported below

11. Sec., T., R., M., or Block and
Survey or Area **K 27 T29N R2W**

At total depth

12. County or Parish **Rio Arriba** 13. State **NM**

14. Date Spudded **02/24/06** 15. Date T.D. Reached **03/02/06** 16. Date Completed D & A Ready to Prod. **03/24/06**

17. Elevations (DF, RKB, RT, GL)*
7265' GL & 7278' KB

18. Total Depth: MD **3750'** TVD
19. Plug Back T.D.: MD **3550'** TVD

20. Depth Bridge Plug Set: MD **TVD**

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
INDUCTION, DENSITY, CBL

22. Was well cored? No Yes (Submit copy)
Was DST run? No Yes (Submit copy)
Directional Survey? No Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8"	24# J-55	0'	318'		240 sx STD	51	0' CIR	0'
7-7/8"	5-1/2"	15.5# J-55	0'	3750'		445 sx 65/35 POZ	156	0' CIR	0'
						150 sx 50/50 POZ	39		

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Set (MD)
2-3/8"	1366'							

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Pictured Cliffs	3611'		3010' - 3014'	.40"	24	6 SPF
B)						
C)						

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and type of Material
3010' - 3014'	Breakdown with 2% KCL water

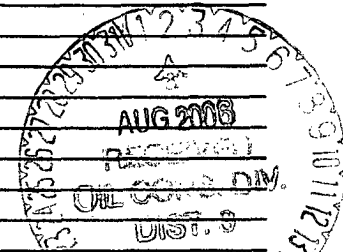
28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
	03/13/06	12	→						Flowing
Choke Size	Tbg. Press. Flwg. PSI	Csg. Press. PSI	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
			→		0			ZA	CIBP over PC @ 3550'

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press. PSI	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
			→						

(See instructions and spaces for additional data on reverse side)



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28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

Vented

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof. Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
San Jose	0'	1869'	GAS	San Jose	Surface
Nacimiento	1869'	3087'	GAS	Nacimiento	1869'
Ojo Alamo	3087'	3500'	GAS	Ojo Alamo	3087'
Pictured Cliffs	3611'		GAS	Fruitland	3500'
				Pictured Cliffs	3611'

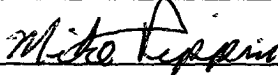
32. Additional remarks (include plugging procedure):

JICARILLA 29-02-27 #32 PC
CIBP over PC @ 3550'

33. Circle enclosed attachments:

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|---|--------------------|---------------|-----------------------|
| 1. Electrical/Mechanical Logs (1 full set req'd.) | 2. Geologic Report | 3. DST Report | 4. Directional Survey |
| 5. Sundry Notice for plugging and cement verification | 5. Core Analysis | 7. Other: | |

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Mike Pippin 505-327-4573 Title Petroleum Engineer (Agent)
Signature  Date July 24, 2006

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.