

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OM B No. 1004-0137  
Expires: March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE- Other Instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. MDA 701-98-0013 Tract 1
2. Name of Operator Black Hills Gas Resources, Inc.		6. If Indian, Allottee or Tribe Name Jicarilla Apache Nation
3a. Address PO Box 249 Bloomfield, NM 87413	3b. Phone No. (include area code) 505.634.1111	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec. 20, T29N, R02W 2340' FSL & 1000' FWL (NWSW)		8. Well Name and No. Jicarilla 29-02-20 No. 31
		9. API Well No. 30-039-29524
		10. Field and Pool, or Exploratory Area East Blanco Pictured Cliffs
		11. County or Parish, State Rio Arriba, NM

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

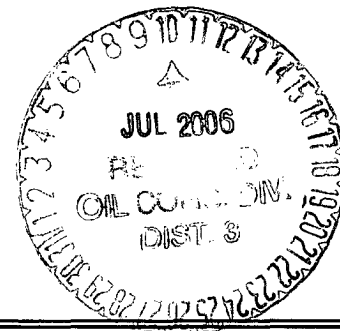
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Black Hills Gas Resources, Inc has drilled a 7-7/8" hole from surface casing (8-5/8" 24# J-55 set @ 263 ft, cemented to surface) to a TD of 3700 ft.

TD reached 1-28-06. Well was logged and determined to be a "dry hole".

Received verbal approval from Rod Velarde 1-28-06 to P&A the well as per the following:

First Plug to be - 3500' - 3310' will pump- 65 sacks 1.46 yield= 95 cu ft  
Second Plug to be - 3129' - 3029' - will pump 46 sacks 1.46 yield= 67 cu ft  
Third Plug to be - 1895' - 1795' - will pump - 46 sacks 1.46 yield= 67 cu ft  
Fourth Plug to be - 310' - 210' - will pump - 48 sacks 1.46 yield= 70 cu ft  
Fifth Plug - to be 50' - 0' - will pump - 45 sacks 1.46 yield= 65.7 cu ft  
Top off cement to surface.



14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Loren Delde

Title

consultant (agent)

Signature

Date

06/30/2006

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Original Signed: Stephen Mason	Title	Date
Approved by		JUL 06 2006
Conditions of approval, if any, are attached. Approval of this notice 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.		
Office		

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.

(Instructions on page 2)

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