

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

5. Lease Serial No.

Jic. Contract 457

6. If Indian, Allottee or Tribe Name

Jicarilla Apache Tribe

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

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

3a. Address

3104 N. Sullivan, Farmington, NM 87401

3b. Phone No. (include area code)

505-327-4573

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Surface: 695' FNL & 731' FWL Unit D Sec. 9 T30N R3W

Bottom Hole: 808' FNL & 1048' FEL Unit A Sec. 9, T30N, R3W

8. Well Name and No.

Jicarilla 457-09 #2

9. API Well No.

30-039-26064

10. Field and Pool, or Exploratory Area

East Blanco Pictured Cliffs

AND

Rio Arriba County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input 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 checked="" 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 checked="" type="checkbox"/> Other <input type="checkbox"/> Drill & Complete
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon <input type="checkbox"/> PC Horizontal Hole
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operations (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 recomplete 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 recompletion 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.)

"This is part of the Permit Clean-up program for Black Hills"

6/16/05: MIRU drilling rig. Mill window in 5-1/2" csg @ 3749'-62'. Drill 4-3/4" PC horizontal hole to MD 7306'. Released drilling rig 6/26/05.

7/15/05 MIRUSU. Landed 2-7/8" P-110 horizontal liner @ MD 7011' w/7 preperfed jts & PKR set @ 3684' w/on/off tool above PKR @ 3677'. Landed 2-3/8" 4.7# J-55 tbg in on/off tool @ 3677'. Tested well on 8/3/05 on 3/4" choke for 5 hrs @ 200 psi for 3114 MCF/D. Released rig 8/4/05.

11/28/05 MIRUSU. TOH w/2-3/8" tbg. Shot off 2-7/8" liner @ 3782' & TOH. TIH w/2-7/8" tbg & fish whipstock in the vertical hole & TOH. CO vertical hole to 3854'. Landed PCP pump stator on 2-3/8" tbg in vertical hole @ 3824'. Ran PCP rotor & rods. Released rig 12/10/05.

1/2/06 MIRUSU. TOH w/rods, 2-3/8" tbg & PCP pump. TIH w/2-7/8" 6.5# J-55 tbg & landed @ 3840' in the vertical hole. Ran pump & rods & placed on conventional pumping unit. Released rig on 1/26/06.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Mike Pippin

Title

Petr. Engr. (Agent)

Signature

Mike Pippin

Date

September 11, 2006

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

ACCEPTED FOR RECORD

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

SEP 18 2006

Title 18 U.S.C. Section 1001, makes 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.

FARMINGTON FIELD OFFICE

BY *[Signature]*

(Instructions on reverse)

NMOCD