

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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 |
| 2. Name of Operator Mallon Oil Co, an indirect wholly-owned subsidiary of Black Hills E & P | | 6. If Indian, Allottee or Tribe Name Jicarilla Apache Tribe |
| 3a. Address 350 Indiana Street Suite 400, Golden, CO 80401 | 3b. Phone No. (include area code) 720-210-1308 | 7. If Unit or CA/Agreement, Name and/or No. 24245 |
| 4. Location of Well (Footage, Sec., T, R., M., or Survey Description) 550' FSL & 660' FEL (SE/SE) Unit P Sec 16, T29N-R03W | | 8. Well Name and No. Jicarilla 29-02-16 No. 1 |
| | | 9. API Well No. 30-039-26108 |
| | | 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 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 <u>Production Casing,</u> |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | <u>Total Depth, & Casing</u> |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | <u>Pressure Test</u> |

3. 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.)

Mallon Oil Company, an indirect wholly-owned subsidiary of Black Hills Exploration & Production ran 5-1/2", 15.5lb, J-55 production casing set at 3752.26' on 10/1/2002. Cemented with 950 sx cmt.

A TD of 3764' was reached on 9/30/2002.

Pressure test casing on 9/29/2003 to 2000 psi.

RECEIVED
BLM
04 FEB -9 AM 10:20
000 ALBUQUERQUE, N.M.

| | | |
|--|--|---------------------------------|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Allison Newcomb | | Title Engineering Technician |
| Signature <i>Allison Newcomb</i> | | Date 2/4/2004 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | |
|---|---|
| Approved by (Signature) <i>/s/ Adam M. Salameh</i> | Name (Printed/Typed) Division of Multi-Resources |
| 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 Date FEB 13 2004 |

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.

(Continued on next page)