

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 ☐ Oil Well ☒ Gas Well ☐ 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. 27471
4. Location of Well (Footage, Sec., T, R., M., or Survey Description) 985' FNL & 385' FWL (NW/NW) Unit D Sec. 7, T29N-R02W		8. Well Name and No. Jicarilla 29-02-07 No. 3
		9. API Well No. 30-039-26862
		10. Field and Pool, or Exploratory Area East Blanco, Pictured Cliffs
		11. County or Parish, State Rio Arriba, NM

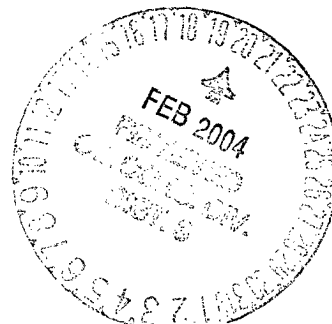
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Spud, Surface
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	Casing & Total Depth
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

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 Co, an indirect wholly-owned subsidiary of Black Hills E & P spud the above referenced well on 6/6/2003. Drilled a 12 -1/4" hole, 8-5/8", 23 lb surface casing was set at 275'. Cemented with 175 sx of Type III cement. Returned 20 bbls cmt to surface.

A TD of 3858' was reached on 6/11/2003.



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 2/16/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)	Name (Printed/Typed)	Title
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

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)