

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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

2. Name of Operator

Black Hills Gas Resources, Inc.

3a. Address

350 Indiana St., Suite 400, Golden, CO 80401

3b. Phone No. (include area code)

720-210-1308

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

896' FSL & 1745' FWL (SESU) Unit N

Sec. 12, T29N-R03W

5. Lease Serial No.

MDA 701-98-0013

6. If Indian, Allottee or Tribe Name

Jicarilla Apache Tribe

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

25496

8. Well Name and No.

Jicarilla 29-03-12 No. 2

9. API Well No.

30-039-26860

10. Field and Pool, or Exploratory Area

Cabresto Canyon, Tertiary

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☒ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other Cement Squeeze

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.)

Black Hills Gas Resources, Inc. has cement squeezed the Nacimiento perms of the Cabresto Canyon, Tertiary formation (2427' - 2444') as follows:

RU KEY PUMPING SERVICES. PR TEST LINES. LOAD BACKSIDE & PRESSURE TEST TO 500 PSI. MONITOR PR. PUMP 18 BW DOWN TBG AT 3.5 BPM & 100 PSI TO ESTABLISH INJ RATE. DID NOT CATCH PRESSURE. MIX & PUMP 100 SX CLASS B CMT W/FLUID LOSS LIQUID ADDITIVE AT 3.0 BPM & 300 PSI. PUMPED APPROX 1 BBL CMT INTO NAC FORMATION AND PR UP TO 2500 PSI. BUMPED PR SEVERAL TIMES UP TO 2500 PSI. SQUEEZED APPROX 1 MORE BBL CMT INTO FORMATION. WASH UP PUMP & LINES. DISPLACE .1 BW. PR UP TO 2500 PSI. 5 MIN: 2100 PSI. BLEED OFF PR. NO FLOWBACK. RLS PKR. REVERSE CIRC TBG CLEAN W/25 BW. REC: APPROX 15 BBLs CMT TO PIT. RD KEY.

CONFIDENTIAL

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

Name (Printed/Typed)

Allison Newcomb

Title Engineering Technician

Signature

Allison Newcomb

Date 11/19/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

*/s/ David B. Sitzler*Name
(Printed/Typed)

Division of Multi-Resources

Office

Date

JAN 3 2005

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.

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)