Form 3160-5

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or

(April 2004)

UNITED STATES

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT 5 Lease Secial No. MDA 701-98-0013 Tract 4 SUNDRY NOTICES AND REPORTS ON WELLS If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 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 8. Well Name and No. Jicarilla 29-02-22 No.31 2. Name of Operator Black Hills Gas Resources, Inc. 9. API Well No. 30-039-29394 3a. Address 3b. Phone No. (include area code) PO Box 249 Bloomfield, NM 87413 505.634.1111 10. Field and Pool, or Exploratory Area East Blanco Pictured Cliffs 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec. 22, T29N, R02W 2165' FSL & 430' FWL (NWSW) Unit L Rio Arriba, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Reclamation Well Integrity Fracture Treat Other Spud & Surface Casing Repair New Construction Recomplete Subsequent Report Casing Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 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.) Black Hills Gas Resources, Inc. spud the above referenced well on 3/09/06. Drilled a 12-1/4" hole, 8-5/8", 24 lb, K-55 LTC surface casing was set at 254'. Cemented with 195 sx sacks class G cement, yield 1.18. Returned 14 bbls to surface. Report Pt on 85/8 056 Next Report 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) MAY 17 2006 Agatha Snell Title Admin. Tech. Signature 05/05/2006 Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

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

Date