

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-039-20809	
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. NM-18319	
7. Lease Name or Unit Agreement Name 29-4 Carson 20 #7	
8. Well Number #7	
9. OGRID Number 13925	
10. Pool name or Wildcat Gobernador PC	

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Black Hills Gas Resources

3. Address of Operator
3200 N 1st Street/PO Box 249 Bloomfield, NM 87413

4. Well Location
 Unit Letter **E** : **1485** feet from the **North** line and **793** feet from the **West** line (NAD 83)
 Section **20** Township **29N** Range **4W** NMPM County **Rio Arriba**

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6568 GR

Pit or Below-grade Tank Application or Closure

Pit type : **Drilling** Depth to Groundwater: **200 ft or more, but less than 1000 ft.** Distance from nearest fresh water well **over 1000 ft.** Distance from nearest surface water **Over 100 ft.**

Pit Liner Thickness: **15** mil Below-Grade Tank: Volume **NA** bbls; Construction Material **Synthetic**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
 PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL

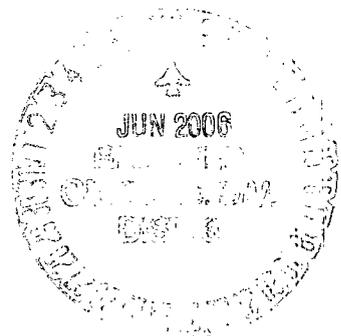
SUBSEQUENT REPORT OF:
 REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB

OTHER: **Drilling Pit Registration**

OTHER:

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Application for Drilling Pit.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE [Signature] TITLE **Regulatory Compliance Coordinator** DATE **June 8, 2006**

Type or print name _____ E-mail address: _____ Telephone No. _____

APPROVED BY: Branchon Powell TITLE **DEPUTY OIL & GAS INSPECTOR, DIST. 1** DATE **JUN 08 2006**

Conditions of Approval (if any):