

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

RCVD JAN 29 10
OIL CONS. DIV

5. Lease Serial No. Contract 459 DIST. 3

6. If Indian, Allottee or Tribe Name
2007 JAN Jicarilla Apache Tribe

7. If Unit or CA/Agreement, Name and/or No.
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8. Well Name and Loc. NM
Jicarilla 459-17 #10

9. API Well No.
30-039-25854

10. Field and Pool, or Exploratory Area
East Blanco Pictured Cliffs
Cabresto Canyon Tertiary
AND
Rio Arriba County, New Mexico

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. c/o Mike Pippin LLC (Agent)

3a. Address 3104 N. Sullivan, Farmington, NM 87401

3b. Phone No. (include area code) 505-327-4573

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
140' FSL & 1110' FWL Unit M
Sec. 17, T30N, R03W

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 checked="" 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 checked="" type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other Workover PC & Commingle w/Existing Tertiary
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operations (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 recomplate 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.)

12/14/06. MIRUSU. TOH w/tubing. Drill out DV tool @ 3535' and cleaned out to PBDT 3950'. Ran CBL from TD to DV tool @ 3535' - good cement. Perf PC on 12/18/06 @ 3754'-64' & 3802'-08' w/2 SPF 0.34". Total 32 holes. Brokedown perfs with 450 gal 10% acetic acid. Set packer @ 3633' on 2-7/8" frac string. Fraced PC down 2-7/8" frac string w/83,000# sand in 75Q foam. Cleaned out after frac to 3950'.

12/27/06. Flow tested PC only on 3/8" choke for 2 hrs. Stablized 30 psi @ 153 MCF/D.
12/28/06. Tested Tertiary only through meter for 7 hrs. @ 113 MCF/D. Landed 2-3/8" 4.7# J-55 tubing @ 3837'. Ran pump & rods. Released rig 1/6/07. Completed as SI commingled PC & Tertiary gas well.

Using tests conducted during these rig operations, allocations for DHC-2472AZ should be GAS: PC - 58%, Tertiary - 42%. OIL: PC - 100%.

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

Name (Printed/Typed) Mike Pippin	Title Petroleum Engineer (Agent)
Signature <i>Mike Pippin</i>	Date January 12, 2007

THIS SPACE FOR FEDERAL OR STATE USE

Approved by <i>Joe Hewitt</i>	Title Geo	Date 1-24-07
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 FDD	

Title 18 U.S.C. Section 1001, makes 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.

(Instructions on reverse)

A2T-2472

NMOCD *[Signature]*