District I 1625 N. French Dr., Hobbs, NM 88240

Petroleum Engineer (Agent)

4/18/07

Phone:

505-327-4573

E-mail Address: mike@pippinllc.com

Date:

District (I

State of New Mexico Energy, Minerals & Natural Resources

1301 W. Grand Avenue, Artesia, NM 88210 Submit to Appropriate District Office District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 5 Copies 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT 1 Operator name and Address ² OGRID Number Black Hills Gas Resources, Inc. c/o Mike Pippin LLC 505-327-4573 013925 3104 N. Sullivan 3 Reason for Filing Code/ Effective Date Farmington, NM 87401 Horizontal Re-Completion ⁴ API Number ⁵ Poel Name ⁶ Pool Code East Blanco Pictured Cliffs 30 - 039-25866 ⁷ Property Code Property Name Well Number Jicarilla 460-21 II. 10 Surface Location Ul or lot no Section Township Range Lot.Ida Feet from the North/SouthLine Feet from the East/West line 30N 1456' **NORTH** 1476' WEST RIO ARRIBA 3W 11 Bottom Hole Location Section UL or lot no Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 30N 1574 **NORTH** RIO ARRIBA 21 3W 2132 **EAST** 12 Lse Code Producing Method Gas Connection ¹⁵ C-129 Permit Number 16 C-129 Effective Date 17 C-129 Expiration Date Code Date Ready III. Oil and Gas Transporters 28 POD 11 O/G 12 POD ULSTR Location 19 Transporter Name Transporter OGRID and Address and Description Black Hills Gas Resources, Inc. RCVD APR18'07 013925 350 Indiana St. Suite 400 G OIL CONS. DIV. Golden, CO 80401 DIST. 3 O IV. Produced Water POD ²⁴ POD ULSTR Location and Description V. Well Completion Data ²⁷ TD 20 PBTD ²⁹ Perforations 30 DHC, MC Spud Date Ready Date 6/18/98 3/30/07 MD5517' MD5517' MD3846'-5517' 31 Hole Size ³² Casing & Tubing Size 33 Depth Set 34 Sacks Cement 17-1/4" 8-5/8" 542 300 7-7/8" 5-1/2" 15.5# 4013' 575 0 4-3/4" 2-7/8" 7.9&8,7# 3717'-5517' 2-3/8" 4,7# J-55 3717 VI. Well Test Data Date New Oil ³⁸ Test Length 39 Tbg. Pressure Gas Delivery Date Test Date ⁴⁰ Csg. Pressure 3/30/07 Ready 8 hrs 43 Water ⁴² Oil 44 Gas 45 AOF 41 Choke Size Test Method 0 MCF/D Swabbing ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have 4/18/07 OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by: 4-20-07 Printed name: SUPERVISOR DISTRICT # 3 Mike Pippin Approval Date: APR 18 2007

Dir burs.

Form C-104

Revised June 10, 2003