Form 3160- 5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR

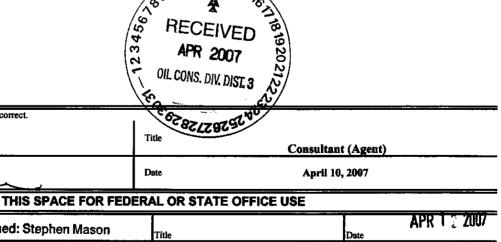
FORM APPROVED OMB No. 1004-0137

BUREAU OF LAND MANAGEMENT				Expires: March 31, 2007	
				5. Lease Serial No	D.
SUNDRY NOTICES AND REPORTS ON WELLS 7007 APR				; } Ant st. Contract 457	
Do not use this form for proposals to drill or to re-enter an				6. If Indian, Allottee, or Tribe Name	
abandoned well. Use Form 3160-3 (APD) for such proposals.				Jicarilla Apache Tribe	
GODWIT IN THE LIGHTE - Other manuactions of reverse side.				7. If Unit or CA.	Agreement Name and/or No.
1. Type of Well Oil Well X Gas Well Other				8. Well Name and No.	
2. Name of Operator				Jicarilla 457-10 #8	
Black Hills Gas Resources, Inc.				9. API Well No.	
3a. Address 3b. Phone No. (include area code)			e area code)	30-039-25783	
P.O. Box 249 Bloo	505-634-1111 10. Field and		10. Field and Poo	l, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				East Blanco Pictured Cliffs	
Unit K, Sec 10, T30N, R03W 2400' FSL & 1500' FWL				11. County or Parish, State	
				Rio Arriba, NM	
12. CHECK APPROI	PRIATE BOX(S) TO INDICAT	TE NATURE OF N	OTICE, REPOR	T, OR OTHER	DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
X Notice of Intent	Acidize	Deepen Production (Start/ Resume)			Water Shut-off
	Altering Casing	Fracture Treat	Reclamation		Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete		Other
	Change Plans	Plug and abandon	Temporarily A	bandon	
Final Abandonment Notice	Convert to Injection X	Plug back	Water Disposa		
If the proposal is to deepen direction Attach the Bond under which the war following completion of the involve	Operation (clearly state all pertinent detail mally or recomplete horizontally, give sulfork will performed or provide the Bond led operations. If the operation results in a abandonment Notice shall be filed only at final inspection.)	bsurface locations and m No. on file with the BLM multiple completion or i	easured and true verti f/BIA. Required subs recompletion in a new	cal depths or pertine equent reports shall interval, a Form 31	ent markers and sands. be filed within 30 days 60-4 shall be filed once
Jicarilla Tribal Office	ces intends to plug back the of Water Administration h	as requested tha	it this well be t	ransferred to	o them for use as a

water supply well after the plug back to the areed-upon depth reflected in the attached procedure. The letter of

transfer will be forthcoming.

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



Original Signed: Stephen Mason Approved by

Conditions of approval, if any are attached. Approval of this notice does not warrant or Office 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 any department or agency of the United States any false, fictitiousor fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Name (Printed/ Typed)

Signature

Loren Diede



PLUG AND ABANDONMENT PROCDURE (Convert to Water Well)

April 1, 2007

Jicarilla 457 - 10 #8

East Blanco Pictured Cliffs 2400' FSL & 1500' FWL, SW, Section 10, T30N, R3W Rio Arriba County, New Mexico, API #30-039-25783

Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

All cement will be ASTM Type III, mixed at 14.8 ppg with a 1.32 cf/sx yield.

- 1. This project will use a steel pit for holding waste fluids.
- Install and test location rig anchors. Comply with all NMOCD, BLM, and Black Hills safety
 regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on
 location. NU relief line and blow down well; kill with water as necessary. ND wellhead and NU
 BOP. Test BOP.
- 3. Prepare a 2.375" tubing workstring. PU the appropriate bridge plug retrieving head and TIH. Wash down if necessary and then release the existing Retrievable Bridge Plug at 3100'. TOH and LD RBP. Round trip 5.5" casing scraper or gauge ring to 3650'.
- 4. Plug #1 (Pictured Cliffs perforations and Fruitland, Kirtland and Ojo Alamo tops, 3734' ~ 3122'): TIH and set a 5.5" CR at 3635'. Pressure test tubing to 1000#. Pressure test casing to 800#. If casing does not test, then spot or tag subsequent plugs as appropriate. Mix and pump 90 sxs cement, squeeze 20 sxs below the CR to fill the PC perforations and then spot 57 sxs cement above the CR to cover the Fruitland, Kirtland and Ojo Alamo tops. PUH to 2130'.
- 5. Plug #2 (Nacimiento top, 2350' 2250'): Mix 16 sxs cement and spot a balanced plug inside the casing to cover below the Nacimiento top (Jicarilla Tribe has chosen this plugback depth). Pull up hole to 2200' and reverse circulate well clean. TOH and LD tubing.
- 6. ND BOP and ND wellhead. RD and MOL. Restore location per BLM stipulations.

Jicarilla 457-10 #8

Current

East Blanco Pictured Cliffs

2400' FSL & 1500' FWL, SW, Section 10, T-30-N, R-3-W

Rio Arriba County, NM / API #30-039-25783

Today's Date: 4/01/07

Spud: 4/9/98

Completion: 8/16/98

Elevation: 7197' GI

7209' KB

12.25" hole

San Jose @ 1506'

Nacimiento @ 2080'

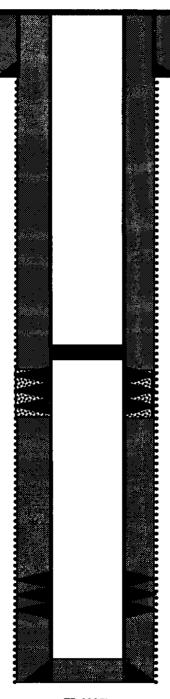
Ojo Alamo @ 3172'

Kirtland @ 3381'

Fruitland Coal @ 3497'

Pictured Cliffs @ 3676'

7.875" hole



TD 3985' PBTD 3908'

8.625" 24#, K-55 Casing set @ 542' Cement with 300 sxs (Circulated to Surface)

WELL HISTORY

Jun '02: T&A well with CIBP at 3127'. PT to 500#. MiT okay. Bruce Martin, NMOCD, witnessed test.

May '05: Black Hills Gas Resources recompleted the well in the East Blanco PC formation.

Jun '06: Black Hills Gas Resources set an RBP at 3100' so that a twin Dakota well could be drilled on the same pad. Decision was made to P&A well.

RBP set at 3100' (2006)

Ojo Alamo Perforations: 3177' - 3310' Squeezed with 250 sxs cement (1999)

Pictured Cliffs Perforations: 3685' – 3734'

5.5" 15.5#, J-55 Casing set @ 3925' Cemented with 530 sxs Circulate 45 sxs to pit per report

Jicarilla 457-10 #8 PC P&A – Plugback to Water Well

East Blanco Pictured Cliffs

2400' FSL & 1500' FWL, SW, Section 10, T-30-N, R-3-W

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San Jose @ 1506'

Nacimiento @ 2080'

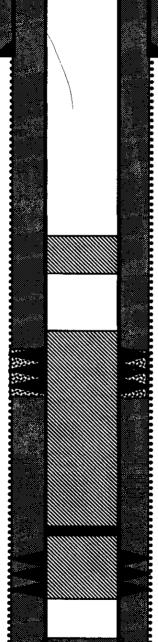
Ojo Alamo @ 3172'

Kirtland @ 3381'

Fruitland Coal @ 3497'

Pictured Cliffs @ 3676'

7.875" hole



TD 3985' PBTD 3908'

Plug #2: 2350' - 2250' Type III cement, 16 sxs

Ojo Alamo Perforations: 3177' – 3310' Squeezed with 250 sxs cement (1999)

> Plug #1: 3734' - 3122' Type III cement, 97 sxs: 20 sxs below CR and 57 sxs above.

Set CR @ 3635'

Pictured Cliffs Perforations: 3685' - 3734'

5.5" 15.5#, J-55 Casing set @ 3925' Cemented with 530 sxs Circulate 45 sxs to pit per report