

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to abandon or enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on reverse

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. MDA 701-98-0013
2. Name of Operator Black Hills Gas Resources, Inc.		6. If Indian, Allottee, or Tribe Name Jicarilla Apache Tribe
3a. Address P.O. Box 249 Bloomfield, NM 87413		7. If Unit or CA. Agreement Name and/or No. 070 FARMINGTON NM
3b. Phone No. (include area code) 505-634-1111		8. Well Name and No. Jicarilla 29-02-05 #3
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit F, Sec 5, T29N, R02W 2080' FNL & 1820' FWL		9. API Well No. 30-039-26859
		10. Field and Pool, or Exploratory Area East Blanco Pictured Cliffs
		11. County or Parish, State Rio Arriba, NM

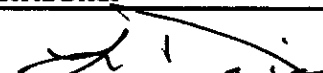
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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"/> Altering Casing	<input 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 type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" 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 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 recompleat horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and sands. Attach the Bond under which the work will performed or provide the Bond No. on file with the 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 recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

Black Hills Gas Resources has plugged back this well as per the attached report dated 5-11-2007. The Jicarilla Apache Nation will use this well as a water supply well. The letter of transfer will be forthcoming.

RCVD JUN14'07
OIL CONS. DIV.
DIST. 3

14. I hereby certify that the foregoing is true and correct.	
Name (Printed/ Typed) Loren Diede	Title Consultant (Agent)
Signature 	Date May 18, 2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
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	

ACCEPTED FOR RECORD

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, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

NMOCD

FARMINGTON FIELD OFFICE

A-PLUS WELL SERVICE, INC.

P.O. BOX 1979

Farmington, New Mexico 87499

505-325-2627 * fax: 505-325-1211

Black Hills Gas Resources, Inc.
Jicarilla 29-2-5 #3

May 11, 2007
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2080' FNL & 1820' FWL, Section 5, T-29-N, R-2-W
Rio Arriba County, NM
Lease Number: MDA 701-98-0013
API #30-039-26859

Plugback Report

Notified JAT - BLM & NMOCD on 5/8/07

Work Summary:

5/8/07 Move and RU. SDFD.

5/9/07 Check pressures: tubing and casing, 1050 PSI; bradenhead, 0 PSI. Blow down well to pit with 2 relief lines. Tubing bled down to 50 PSI after 1-1/2 hours. Load tubing with 70 bbls of water. ND wellhead. NU BOP, test. PU on tubing, donut in poor condition. TOH and tally 125 joints 2.375" tubing, 3896 total. TIH with tubing and 5.5" casing scraper to 3865', well unloading. Blow well down for 1/2 hour. Load tubing with 80 bbls of water. TOH and LD scraper. TIH with 5.5" DHS CR and set at 3865'. Load tubing with 6-1/2 bbls of water. Pressure test tubing to 1200 PSI, held OK. Release and sting out of CR. Load hole with water and circulate clean with 95 total bbls of water. Pressure test casing to 600 PSI, held OK. Sting into CR. Establish rate 2 bpm at 600 PSI.

Plug #1 with CR at 3865', mix and pump 30 sxs Type III cement (40 cf), squeeze 15 sxs below the CR to fill the Pictured Cliffs perforations and leave 15 sxs inside casing above the CR from 3865' up to 3717' to cover the Fruitland and Kirtland tops.

TOH with tubing. Shut in well. WOC overnight.

5/10/07 Open well, no pressure. TIH with tubing and tag cement at 3717'. TOH and LD all tubing. ND BOP. NU wellhead.
RD and MOL.

Rod Velarde, JAT-BLM representative, was on location.

Jicarilla 29-02-05 #3
PC P&A - Plug Back to Water Well

East Blanco Pictured Cliffs
2080' FNL & 1820' FWL, NW, Section 5, T-29-N, R-2-W
Rio Arriba County, NM / API #30-039-26859

Today's Date: 6-08/07

Spud: 7/8/03

Completion: 8/21/03

Elevation: 7599' GI
7614' KB

12.25" hole

TOC @ Surface, circ 75 bbls per sundry

8.625" 24#, J-55 Casing set @ 271'
Cement with 155 sxs (Circulated to Surface)

Nacimiento @ 2658'

Ojo Alamo @ 3541'

Kirtland @ 3738'

Fruitland @ 3810'

Pictured Cliffs @ 3912'

Plug #1: 3937' - 3738'
Type III cement, 30 sxs (40
cu ft):
16 sxs below CR and
14 sxs above

Set CR @ 3865'

Pictured Cliffs Perforations:
3912' - 3937'

7.875" hole

5.5" 15.5#, K-55 Casing set @ 4057'
Cemented with 900 sxs,
Circulated 75 bbls to surface per sundry

TD 4060'
PBD 4013'