FORM APPROVED ***UNITED STATES** OM B No 1004-0137 Expires: March 31, 2007 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NM - 18316 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE- Other instructions on reverse side. Öil Well 🎘 Gas Well Other 8. Well Name and No. Carson 29-4-11 #2 Name of Operator Black Hills Gas Resources, Inc. API Well No. 30-039-20649 3a. Address 3b. Phone No. (mclude area code) PO Box 249 Bloomfield, NM 87413 505.634.1111 10. Field and Pool, or Exploratory Area Choza Mesa Pictured Cliifs 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11 County or Parish, State 1770' FNL & 944[†] FEL Sec. 11, T29N, R04W Rio Arriba, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other Horizontal Re-entry Casing Repair New Construction Recomplete ✓ Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection 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 recomplete 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.)

THIS IS PART OF THE BLACK HILLS CLEAN-UP PROGRAM

Black Hills Gas Resources Inc. on 5/3/06 cut window in 7" casing from 3705' to 3718' on the above referenced well and drilled horizontally through the Pictured Cliffs to MD of 6424' and ran 2-7/8" PH-6, 8.7#, P110 and N-80 un-cemented production liner set at 6424' MD consisting of 5 drilled and plugged joints spaced throughout horizontal section.

- completion report + direct

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14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)		13	DIE OURS. DIN NO
Agatha Snell	Title Admin. Tech.	\ 	W. Wall
Signature	Date	06/01/2006	68193

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

	Approved by	Title	Date JUL 2 1 2006
t	Conditions of approval, if any, are attached. Approval of this notice does not warrant or		JOE & 2000
	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	FARMINGTON FIELD OFFICE
•	Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person States any false, fictitious or fraudulent statements or representations, as to any matter within	knowingly and willfully to make to a its jurisdiction.	ny department of agency of the United

ACCEPTED FOR RECORD

(Instructions on page 2)