

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

JUL 22 2008

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

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.

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)

1895' FNL & 670' FWL Unit E
Sec. 28, T29N, R04W

5. Lease Serial No.

NM18327

6. If Indian, Allottee or Tribe Name

RCVD JUL 24 '08

7. If Unit or CA/Agreement, Name and/or No.

OIL CONS. DIV.
DIST. 3

8. Well Name and No.

Many Canyons 29-04-28 #121

9. API Well No.

30-039-30231

10. Field and Pool, or Exploratory Area

Gobernador Pictured Cliffs

AND

Rio Arriba County, New Mexico

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 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 checked="" type="checkbox"/> Other 7" Casing
	<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 recomple 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.)

7/3/08: MI Drilling rig. Pressure tested 13-5/8" surface csg to 1000 psi for 30 min - OK. Drilled 12-1/4" hole through 13-5/8" surface csg shoe @ 253' to 3122' & 8-3/4" hole from 3122' to TD @ MD4260' on 7/15/08. Landed 7" 23# J-55 csg @ MD4260'. Ran 1.9" 2.76# J-55 IJ tbg as a parasite string & landed @ 3094'. Cmted 7" csg w/lead of 813 sx (2276 cf) cl G cmt w/3% super SIL-wp, 10# Gilsonite, & 0.25# super-flake. Tailed w/512 sx (732 cf) cmt w/2% gel, 5# Gilsonite, 0.125# super-flake, 0.4% super FL-300. Circ 160 bbls cmt to surface. On 7/18/08, pressure tested 7" csg to 1000 psi for 30 min - OK.

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

Name (Printed/Typed)

Mike Pippin

Title

Petroleum Engineer (Agent)

Signature

Date

July 18, 2008

THIS SPACE FOR FEDERAL OR STATE 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

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)

NMOCD

ACCEPTED FOR RECORD

JUL 22 2008

FARMINGTON FIELD OFFICE
BY *TL Salyers*