

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

SEP 16 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.

5. Lease Serial No. NM-18316
6. If Indian, Allottee or Tribe Name
RCUD SEP 18 '08
7. If Unit or CA/Agreement, Name and/or No. OIL CONS. DIV. DIST. 3
8. Well Name and No. Carson 29-04-11 No. 2
9. API Well No. 30-039-20649
10. Field and Pool, or Exploratory Area Chosa Mesa Pictured Cliffs AND Rio Arriba County, New Mexico

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)
Surface: 1770' FNL & 944' FEL Unit H Sec. 11, T29N, R4W
Bottom Hole: 1617' FNL & 1629' FWL Unit F Sec. 11, T29N, R4W

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 Prep For Horizontal Drilling
	<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.)

9/3/08: MIRUSU. TOH w/rods, pump, & production tbg. TOH w/2-7/8" 7.9# J-55 liner & laid down. With tbg @ 3779', pumped 8.5 bbls 115# gel plug w/1200# sand to be used as a temporary plug for horizontal PC drilling above. Laid down all tbg. Released rig on 9/13/08. Waiting on drilling rig.

Permit
Name (Printed/Typed) Mike Pippin Title Petroleum Engineer (Agent)
Signature [Signature] Date September 15, 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)

ACCEPTED FOR RECORD

SEP 17 2008

NMOCD

FARMINGTON FIELD OFFICE