

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-039-29315
5. Indicate Type of Lease: FEDERAL STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. FEDERAL: MDA 701 98 0013
7. Lease Name or Unit Agreement Name JICARILLA 29-02-05
8. Well Number: #44
9. OGRID Number: 013925
10. Pool name or Wildcat E. Blanco PC & Burro Canyon Tertiary

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other

2. Name of Operator

BLACK HILLS GAS RESOURCES, INC.

3. Address of Operator: c/o Agent, Mike Pippin LLC

3104 N. Sullivan, Farmington, NM 87401 505-327-4573

4. Well Location

Unit Letter P : 425 feet from the South line and 425 feet from the East line

Section 5 Township 29N Range 2W NMPM Rio Arriba County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
7443' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Revise Downhole Commingle Allocations ☒

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions:

Black Hills would like to revise the downhole commingle allocations in DHC-3731-A due to more recent gas production data in the East Blanco PC (72400), the Basin Fruitland Coal (71629), the La Jara Canyon Tertiary (97036), and the Wildcat Kirtland (97490). All four pools have common ownership. See attached calculations.

These Gas & Oil allocations are based on gas tests taken during completion operations in May 2005, in which the PC averaged 411 MCF/D & the FRTC flowed 138 MCF/D. Only the PC pool has produce oil.

GAS: Pictured Cliffs 75%
GAS: Fruitland Coal 25%
GAS: Tertiary 0%
GAS: Kirtland 0%

OIL: Pictured Cliffs 100%
OIL: Fruitland Coal 0%
OIL: Tertiary 0%
OIL: Kirtland 0%

RCVD DEC 12 '03
OIL CONS. DIV.
DIST. 3

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Mike Pippin TITLE Agent, Petroleum Engineer DATE 12/11/08
Type or print name Mike Pippin E-mail address: mike@pippinllc.com Telephone No.: 505-327-4573

For State Use Only

APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, DATE MAR 06 2009
Conditions of Approval (if any): District #3