

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

5. Lease Serial No. Lease: 14-20-151-49	
6. If Indian, Allottee or Tribe Name Southern Ute Indian Tribe	
7. If Unit or CA Agreement, Name and No. NA	
8. Lease Name and Well No. Ute 33-23	
9. API Well No.	
10. Field and Pool, or Exploratory Ignacio-Blanco	
11. Sec., T., R., M., or Blk. and Survey or Area Sec.33 T33N R8W	
12. County or Parish La Plata	13. State CO

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☒ Multiple Zone

2. Name of Operator
Black Hills Exploration and Production

3a. Address
PO Box 249/3200 1st Street Bloomfield, NM 87413

3b. Phone No. (include area code)
505-634-1111 ext 27

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface 1141' FNL 1055' FEL (NE/NE)
At proposed prod. zone 2068' FNL 1966' FEL (SW/NE)

14. Distance in miles and direction from nearest town or post office*
6 air miles SW of Ignacio

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 1600 feet

16. No. of Acres in lease
Approx. 2640 ac

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 50 feet (Twin loc)

19. Proposed Depth
3967' feet bgs

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
7294' GR

22. Approximate date work will start*
8/1/2007

17. Spacing Unit dedicated to this well
80 acre

20. BLM/BIA Bond No. on file
BLM-NMB000230/BIA-190-010-577


23. Estimated duration
45-60 days drlg & compl

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature  Name (Printed/Typed) Lynn H. Benally Date 3/20/2007

Title Regulatory Specialist/Black Hills Exploration and Production

Approved by (Signature) Name (Printed/Typed) Date

Title Office

Application approval 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.
Conditions of approval, if any, are attached.

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 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)