Form 3160-5 FORM APPROVED (June 1990) Budget Bureau No. 1004-0135 Expires: March 31, 1993 UNITED STATES 5. Lease Designation and Serial No. DEPARTMENT OF THE INTERIOR, SF-081226 BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS Navaio Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 7. If Unit or CA. Agreement Designation Use "APPLICATION FOR PERMIT--" for such proposals SUBMIT IN TRIPLICATE Horseshoe Gallup Unit 1. Type of Well 8. Well Name and No. WIW Oil Well **HGU #265** Gas Well X Other 2. Name of Operator 9. API Well No. Central Resources, Inc. 30-045-09780 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area P.O. Box 2810, Farmington, New Mexico 87499 (505) 326-3325 Horseshoe Gallup 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 526' FNL, 330' FWL, Sec. 10, T30N, R16W San Juan, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Abandonment Change of Plans New Construction Notice of Intent Recompletion Plugging Back Non-Routine Fracturing X Subsequent Report Casing Repair Water Shut-Off Altering Casing Conversion to Injection Other MIT Final Abandonment Notice Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\* Central Resources, Inc. performed a Mechanical Integrity Test (MIT) on the subject well on 6/08/98. The casing/tubing annulus was tested to 360 psi for 30 minutes. The test-was witnessed by Melvina Clah of the NEPA. DECEIVED AUG 3 1998 OIL CON, DIV 14. I hereby certify that the foregoing is true and correct Signed Title Production Engineer Gregory E. McIntosh (This space for Federal or State office use) Approved by Title Conditions of approval, if any: ACCEPTED FOR RECORD

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 of fictitious or fraudulent statements or representations as to any manner within its jurisdiction.

