FORM APPROYED Form 3160-5 Budget Bureau No. 1604-0135 (June 1990) Expires: March 31, 1993 UNITED STATES 5. Lease Designation and Serial No. 14-20-603-2022 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS Navajo 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 Horseshoe Gallup Unit SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well WIW **HGU #85** Gas Well X Other Oil Well 9. API Well No. 2. Name of Operator 30-045-10654 Central Resources, Inc. 10. Field and Pool, or Exploratory Area 3. Address and Telephone No. Horseshoe Gallup Unit P.O. Box 1247, Bloomfield, New Mexico 87413 (505) 632-3476 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660 FNL, 760'FWL, Sec. 24, T31N, R17W San Juan County, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment New Construction X Notice of Intent Recompletion Plugging Back Non-Routine Fracturing Water Shut-Off Casing Repair Subsequent Report Conversion to Injection Altering Casing Dispose Water Other Final Abandonment Notice (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.)* Procedure: Central Resources, Inc. will plug the well during 1999 as follows: a. Clear hole of all reasonably recoverable production equipment. b. Set retainer at 1353' and pump 12 sx cement below retainer and spot 15 sx cement on top. c. Perforate at 163'. d. Break circulation out bradenhead and pump 55 sx cement to circulate 1 bbl and leave casing and annulus full. e. Set marker and reclaim location. Appropriate notifications will be made in advance of plugging operations.

14. I hereby certify that the foregoing is true and correct
Signed Rodney L. Seale

(This space for Soppilar State of Seale Title District Manager Date

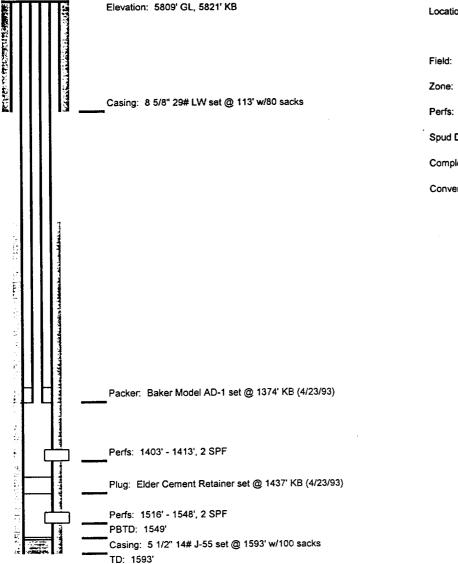
(This space for Soppilar State of Seale Title Team Lead, Petrolsum Management Date

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,

*See Instruction on Reverse Side

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

CENTRAL RESOURCES, INC. HORSESHOE GALLUP #85



Location: 660' FNL & 760' FWL

Sec. 24 T31N-R17W San Juan County, NM

Field: Horseshoe Gallup

Zone: Gallup

Perfs: 1403' - 1413' (2 SPF) & 1516' - 1548' (2 SPF)

Spud Date: 5/19/59

Completion Date: 6/5/59

Converted to Injector: 12/2/63

Tom DeLong 6-3-99