FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) Expires: March 31, 1993 5. Lease Designation and Serial No. UNITED STATES 14-20-603-2037 DEPARTMENT OF THE INTERIOR 6. If Indian, Allottee or Tribe Name BUREAU OF LAND MANAGEMENT Navajo SUNDRY NOTICES AND REPORTS ON WELLS 7. If Unit or CA. Agreement Designation Do not use this form for proposals to drill or to deepen or reentry to a different reservoir,: Use "APPLICATION FOR PERMIT--" for such proposals Horseshoe Gallup Unit SUBMIT IN TRIPLICATE 8. Well Name and No. UD UD 1. Type of Well **HGU #124** WIW Gas Well X Other Oil Well 9. API Well No. 2. Name of Operator 30-045-10291 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) San Juan County, NM 660' FSL, 660' FEL, Section 25, T31N, R17W 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 Recompletion X Notice of Intent Non-Routine Fracturing Plugging Back 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 1373' and pump 12 sx cement below retainer and spot 15 sx cement on top. c. Perforate at 157'. 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 June 7, 1999 Title District Manager Date Signed Rodney L. Seale

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 manner within its jurisdiction.

Team Lead, Petroleum Management

JUN 22 1999

*See Instruction on Reverse Side

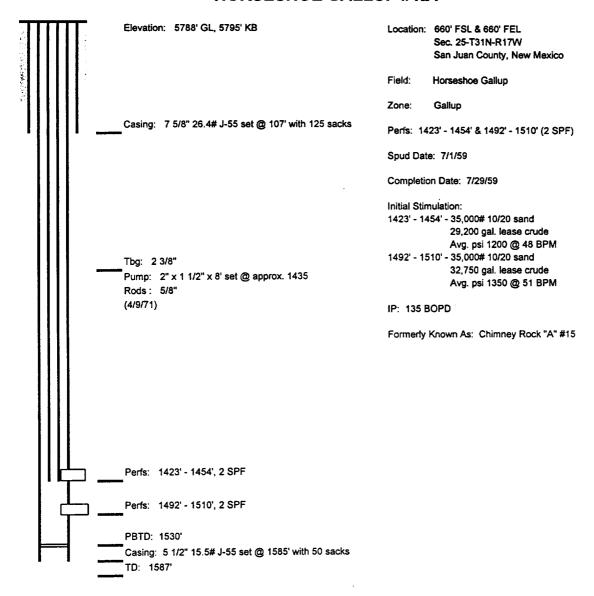
(This space for Federal or State office use)

Approved by

conditions of approval, if any:

CENTRAL RESOURCES, INC.

HORSESHOE GALLUP #124



History:

This well had 20 pulling reports on file. Most of the jobs were for pump changes and cleaning out sand. Only one report noted a problem with paraffin. Corrosion and scale were not noted on any reports. No major workovers were performed. The well produced continuously until it was SI 8/86. It was reactivated 8/91, but produced sporadically until 2/93. It last produced 2/95 (only 1 BO).

Cumulative production, as of 2/28/95, was 94,338 BO.

Tom DeLong