	\$	
Form 3160 ¹ 5		FORM APPROVED
(June 1990)	•	Budget Bureau No. 1004-0135
	NITED STATES RECEIVED	Expires: March 31, 1993
	MITED STATES DIVI	5. Lease Designation and Serial No.
	LENI OF THE INTERIOR	14-20-603-2022
	OF LAND MANAGEMENT	6. If Indian, Allottee or Tribe Name
	ES AND REPORTS ON WELLS	Navajo Navajo
Do not use this form for proposals Use "APPLICATIO	to drill or to deepen or reentry to a different reservoir, ON FOR PERMIT" for such propagate (ANAMATICAL)	7. If Unit or CA. Agreement Designation
SUBMIT II	N TRIPLICATE	Horseshoe Gallup Unit
1. Type of Well X Oil Well Ga	as Well Other	8. Well Name and No. HGU #74
2. Name of Operator	CE 10 0 11/12	9. API Well No.
Central Resources, Inc.	A G	30-045-13182 10755
3. Address and Telephone No.	v Mexico 87413 (505) 632-3476	10. Field and Pool, or Exploratory Area
P.O. Box 1247, Bloomfield, New	Mexico 87413 (505) $632-3476$	Horseshoe Gallup Unit
4. Location of Well (Footage, Sec., T., R., M.	or Survey Description)	11. County or Parish, State
1652 FNL, 1827 FWL, Sec. 14,		San Juan County, NM
	D INDICATE NATURE OF NOTICE, REPORT; OR	
TYPE OF SUBMISSION	TYPE OF A	
	X Abandonment	Change of Plans
X Notice of Intent	Recompletion	New Construction
X Notice of Intent	Plugging Back	Non-Routine Fracturing
Subsequent Report	Casing Repair	Water Shut-Off
	Altering Casing	Conversion to Injection
Final Abandonment Notice	Other	Dispose Water
Final Abandonment Notice		(Note: Report results of multiple completion on Well
		Completion or Recompletion Report and Log form.)
	Clearly state all pertinent dates, including estimated date of st and measured and true vertical depths for all markers and zo	
Central Resources, Inc. will plug the	well during 1999 as follows:	
a Clear hole of all reasonably r	ecoverable production equipment	1
h Set retainer at and numn 12	sx cement below retainer and spot 15 sx cement c	onton to 992 mz dow
c. Perforate at'.	2 Content below retainer and spot 30 st coment	903 /
c. renorate at	\mathcal{F}	
	nead and pump 55 sx cement to circulate 1 bbl and	leave casing and annulus full.
e. Set marker and reclaim locati		ENTERED
Appropriate notifications will be mad	le in advance of plugging operations.	AFMSS
		7.18 141.00
		JUN 1 8 1999
	SEE ATTACHED FO	on some some
	CONDITIONS OF APPR	ROVAL
		BY Smr
6-16-99 20		6/18/99 Sinn
	<u> </u>	
14. I hereby certify that the foregoing is true		D / 1000
Signed Koaney 2	Title District Manager	Date June 7, 1999
Rodney L. Seale //		
(This space for Federal or State office t		- 1 holes
Approved by Jhan a A	Title Ican Lead	Date $6/20/99$
Conditions of approval, if any:	& Walker US EPA Reg.	in 9 1/22/00
Approved by fame	spillaren us Elit neg	
Title 18 U.S.C. Section 1001, makes it a crime for	any person knowingly and willfully to make to any departme	ent or agency of the United States any false,
fictitious or fraudulent statements or representation	is as to any manner within its jurisdiction.	
	*Cae Instruction on Daverse Side	

*See Instruction on Reverse Side

API WELL # Well Name Well # Operator Name Type Stat County UL Sec Twp N/S Rng W/E Feet NS Ft EW Order No 30-045-10755 HORSESHOE GALLUP UN 074 PLAYA MINERALS & ENERGY INC | A San Juan K 14 31 N 17 W 2250 S 2630 W R-2210

api_number status csg_1 csg_1q csg_1d csg_2 csg_2q csg_2d csg_3 csg_3q csg_3d liner size liner quan tubing t set dept csg perf 30-045-10755 WI 8 5/8 71 50 1300-1330 1442 80

Procedure

MIRU, NUBOPE,

POOH Lay Down Rods & Tubing if present,

RIH with Gauge ring,

Pick up work string, Run Scrapper if required,

RIH Set CIBP 1250, cap with 35 cement. Test casing.

POOH lay down tubing.

RU wire line RIH, perforate @ 121 '+-50' under surface casing shoe or Mesa Verde base whichever is lower...

Establish Circulation; circulate cement to surface inside and outside casing

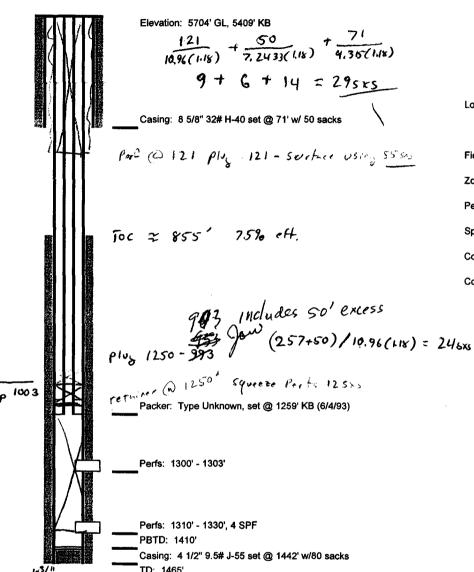
Cut off well head and install P&A marker

Cut off anchors 2' below ground

Clean and level location

CENTRAL RESOURCES, INC.

HORSESHOE GALLUP #74



Location: 2250' FSL & 2630' FWL

Sec. 14 T31N-R17W San Juan County, NM

Field: Horseshoe Gallup

Gallup Zone:

Perfs: 1300 - 1303' & 1310' - 1330' (4 SPF)

Spud Date: 12/11/62

Completion Date: 4/18/63

Completed As Injector

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT-OFFICE 1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: 74 Horseshoe Gallup Unit

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Mike Flanikan with the Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 599-8907
- 3. The following modifications to your plugging program are to be made:
- a) Bring the top of the Gallup plug to 993'. (Retainer set @ 1250')
- b) Set surface plug from 121' to surface inside and outside the 41/2" casing.

Office Hours: 7:45 a.m. to 4:30 p.m.

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON DISTRICT OFFICE

- 1.0 The approved plugging plans may contain variances from the following minimum general requirements.
- 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Farmington District office, Branch of Drilling & Production.
 - 1.2 Requirements may be added to address specific well conditions.
 - 2.0 Materials used must be accurately measured.
 - 3.0 A tank or approved pit must be used for containment of any fluids from the wellbore during plugging operations and all unattended pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
 - 3.1 Pits are not to be used for disposal of any constituent(s) of concern.
 - 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
 - 4.1 The cement shall be as specified in the approved plugging plan.
 - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings; plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.3 Surface plugs may be no less than 50' in length.
 - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
 - 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by: (1) tagging with the work string, or: (2) for cased holes only; pressuring to a minimum surface pressure of 500 PSI, with no more than a 10% drop during a 15-minute period.
 - 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.

BLM FLUID MINERALS Geologic Report

Date Completed: 6/17/99

Well No.	Horseshoe	Gallup Unit # 74	Location	1854'	FNL	&	2108'	FEL
Lease No.	14 - 20 - 6	503 - 2022	Sec. 14		T31N			R17W
Operator	Central Re	esources, Inc.	County	San Juan		State	New Mexico	
Total Depth	1465'	PBTD 1410'	Formation	Gallup (W)	(W)	L	· <u> </u>	
Elevation (GL)	5704'		Elevation (F	Elevation (KB) 5709'				

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					
Nacimiento Fm	<u> </u>				
Ojo Alamo Ss					
Kirtland Shale					
Fruitland Fm					
Pictured Cliffs Ss					
Lewis Shale					
Chacra					
Cliff House Ss					
Menefee Fm					
Point Lookout Ss					
Mancos Shale			Surface	1003	Surface
Gallup			1003	PBTD	Oil & Gas/Water
Dakota Ss					
Morrison					

<u>R</u>	em	arks	:
P	&	Α	

Reference Well: Same

- BLM geologist's pick for the top of the Gallup fm. reflects the top of the transitional Tocito interval in this well. This top varies from operator's pick in this well.
- It is recommended that the Gallup top in this report be adequately covered with cmt.

NOTE: This well falls within the Uranium screening area. Called D. Sitzler (Solid Minerals - Rio Puerco FO) 6/17/99. No conflicts exist and no additional stipulations are required for this well.

AFWSS			
	Prepared by:	Chip Harraden	GET-
IIIN 1 7 1000			

BY CEH