Form 3160-5 FORM APPROVED (June 1990) Budget Bureau No. 1004-0135 Expires: March 31, 1993 UNITED STATES Lease Designation and Serial No. DEPARTMENT OF THE INTERIOR SF-081226-B BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS 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. X Oil Well Gas Well Other Horseshoe Gallup Unit #266 2. Name of Operator 9. API Well No. Central Resources, Inc. 30-045-09782 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 425' FNL, 1680' FWL, Section 10, T30N, R16W San Juan, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Abandonment Change of Plans X Notice of Intent Recompletion New Construction Plugging Back Non-Routine Fracturing Subsequent Report Casing Repair Water Shut-Off Altering Casing Conversion to Injection Final Abandonment Notice Other 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. plans to repair the subject well as follows: 1. Isolate casing leak with packer and bridge plug. 2. Squeeze casing leak with 50 sacks of Class B cement. 3. Drill out cement and pressure test casing. 4. Return well to production.

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.