FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) Expires: March 31, 1993 UNITED STATES Lease Designation and Serial No. SF-081226 DEPARTMENT OF THE INTERIOR 6. If Indian, Allottee or Tribe Name **BUREAU OF LAND MANAGEMENT** 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 Well Name and No. 1. Type of Well X Other **HIGU #236** Oil Well Gas Well 9: API Well No. 2. Name of Operator **30-**045-09922 Central Resources, Inc. 0. Field and Pool, or Exploratory Area 3. Address and Telephone No. P.O. Box 1247, Bloomfield, New Mexico 87413 (505) 632-3476 Horseshoe Gallup Unit Lil County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) San Juan County, NM 2310' FNL, 1640' FWL, Sec. 3, T30N, R16W 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 Notice of Intent Non-Routine Fracturing Plugging Back Casing Repair Water Shut-Off Subsequent Report Conversion to Injection Altering Casing Dispose Water Other Request for Ext. of LTSI 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.)* Central Resources, Inc. requests approval for Long Term Shut-In status for the subject well. This well has passed an MIT in 1998 and well status has not changed. I have attached a well bore diagram for your use and information. The well is areally proximal to a study to develop the "C" zone potential of the unit. We wish to preserve this well for possible use in the development of the zone. We will have made a decision with in a year and will propose plugging this well, if we can not use it to develop the remaining potential of the property. THIS APPROVAL EXPERS JUL 0 1 2000 14. I hereby c June 18, 1999 Date Title District Manager Signed (This space for Federal or State office use) Team Lead, Petroleum Management Date Title /S/ Duane W. Spencer Approved by Conditions of approval, if any:

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

*See Instruction on Reverse Side

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,

CENTRAL RESOURCES, INC.

HORSESHOE GALLUP #236

Elevation: 5560' GL, 5568' KB Casing: 8 5/8" 24# J-55 set @ 126' w/125 sacks Packer: Baker Model A set @ 1355' KB (5/26/93) Perfs: 1400' - 1448', 2 SPF Perfs: 1518'- 1542', 2 SPF PBTD: 1564' Casing: 5 1/2" 15.5# J-55 set @ 1607' w/100 sacks TD: 1607

Location: 2310' FNL & 1640' FWL

Sec. 3 T30N-R16W San Juan County, NM

Field:

Horseshoe Gallup

Zone: Gallup

Perfs: 1400' - 1448' & 1518' - 1542' (2 SPF)

Spud Date: 4/22/58

Completion Date: 6/17/58

Converted to Injector: 3/23/67

6-18-99