Form 3160-5 FORM APPROVED (June 1990) Budget Bureau No. 1004-0135 Expires: March 31, 1993 UNITED STATES 5. Lease Designation and Serial No. DEPARTMENT OF THE INTERIOR 14-20-604-1951 **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, Ute 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 HGU #162 2. Name of Operator 9. API Well No. Central Resources, Inc. c/o Playa Minerals & Energy, Inc. 30-045-10305 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area 650 N. Sam Houston Pkwy. E. Suite 500 Houston, Tx. (281) 931-3800 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Horseshoe Gallup Unit 11. County or Parish, State 1650' FSL, 330' FWL, Sec. 27, T31N, R16W CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA San Juan County, NM 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 Reactivation Dispose Water (Note: Report results of multiple completion on Well 13. Describe Proposed or Completed Operations (Clearly state all pertinent dates, including estimated date of starting any proposed work. If well is Completion or Recompletion Report and Log form.) 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 plug and abandon the referenced well as outlined in Attachment "A". 14. I hereby certify that the foregoing is true and correct Signed Title Regulatory Compliance 06/28/00 Kenneth W. Jackson (This space for Federal or State office use) Approved by Title Date Conditions of approval, if any: 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. *See Instruction on Reverse Side

Plugging and Abandonment Procedure Horseshoe Gallup Unit No. 162 Attachment "A"

Well Data:

Location: 1650' FSL, 330' FWL, Section 27 T31N, R16W

San Juan County New Mexico

TD: 1562' PBTD: 1538'

Surface Casing: 8-5/8", 24 ppf, J-55 set @ 72' with 80 sacks

Production Casing: 5-1/2", J-55 set @ 1555' with 125 sacks

Perforations: 1498' -1528' with 4SPF

Procedure:

1. Release packer and TOH w/tubing.

- 2. Trip in hole with cement retainer and set at 1400'.
- 3. Mix and pump 33 sacks of cement below retainer. Pull out of retainer and set 25 sack plug on top of retainer. Estimated top of cement @ 1275'.
- Trip out of hole and lay down tubing.
- 5. Perforate squeeze holes 120'
- 6. Establish circulation down casing, through annulus and out bradenhead.
- 7. Mix and pump 50 sacks of cement down casing through perforations, into annulus and out through bradenhead. Leave casing and annulus full of cement.
- 8. Cut off casing and install regulation dry hole marker.
- Reclaim location as per BLM regulations.