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 14-20-603-2037 BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS Navaio 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 Horseshoe Gallup Unit SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well Gas Well X Other WIW **HGU #118** Oil Well 9. API Well No. 2. Name of Operator Central Resources, Inc. 30-045-10422 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 660' FSL, 1980' FEL, Sec. 25, T31N, R17W San Juan, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Recompletion New Construction Notice of Intent Plugging Back Non-Routine Fracturing Water Shut-Off X Subsequent Report Casing Repair Altering Casing Conversion to Injection Other MIT Dispose Water 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. performed a Mechanical Integrity Test (MIT) on the subject well on 6/09/98. The casing/tubing annlus was tested to 340 psi for 30 minutes. The test was witnessed by Melvina Clah of the NEPA. 14. I hereby certify/that the foregoing is true and correct Title Production Engineer Signed Gregory E. McIntosi (This space for Federal or State office use)

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.

Approved by

Conditions of approval, if any:

ACL E.

HU

