

(SUBMIT IN TRIPLICATE)

Indian Agency Jicarilla

UNITED STATES

ApacheDEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Allottee _____

Lease No. 116

GUNDY NOTICES AND REPORTS ON WELLS

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| NOTICE OF INTENTION TO DRILL | | SUBSEQUENT REPORT OF WATER SHUT-OFF | X |
| NOTICE OF INTENTION TO CHANGE PLANS | X | SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING | |
| NOTICE OF INTENTION TO TEST WATER SHUT-OFF | | SUBSEQUENT REPORT OF ALTERING CASING | |
| NOTICE OF INTENTION TO REDRILL OR REPAIR WELL | | SUBSEQUENT REPORT OF REDRILLING OR REPAIR | |
| NOTICE OF INTENTION TO SHOOT OR ACIDIZE | | SUBSEQUENT REPORT OF ABANDONMENT | |
| NOTICE OF INTENTION TO PULL OR ALTER CASING | | SUPPLEMENTARY WELL HISTORY | |
| NOTICE OF INTENTION TO ABANDON WELL | | | |

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

March 18ApacheWell No. 2-16 is located 790 ft. from N line and 1850 ft. from W line of sec. 16NW 16
(Twp. and Sec. No.)26N
(Twp.)3W
(Range)NMPM
(Meridian)Blanco Mesaverde
(Field)Rio Arriba
(County or Subdivision)New Mexico
(State or Territory)Tapicito Pictured CliffsThe elevation of the derrick floor above sea level is 7042.6 ft. KB

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

To complete as a Pictured Cliffs - Mesaverde dual completion - formerly submitted as a Pictured Cliffs - Dakota completion. Reason for change of plans is the inability to drill to 8200' with gas due to heavy water production.

Drill to 330'. Set 319' of 9-5/8" pipe at 308' KB. Cement with 270 sx. of regular cement, circulate cement. Drill to 3950'. Run 3956' of 7", 23 lb. casing, set at 3947' KB. Cement with 144 sx. regular cement. Drill to 6286'. Run 4-1/2", 10.5 lb. and 11.6 lb. casing as liner. Total of 2256'. Liner set at 6100' KB. Cement with 361 sx. 50/50 Pozmix cement with 4% gel. Selectively perforate and frac PC and MV effecting an approved type dual completion with packer separation and two tubing strings.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company Consolidated Oil & Gas, Inc.Address 4150 East Mexico AvenueDenver 22, ColoradoBy W. J. SullivanTitle Chief Engineer