

Samson Resources Company

Suite 1000 Plaza
Two West Second Street
Tulsa Oklahoma 74103
918 583-1791

*Not a copy of letter
under a copy of
Pooling*



September 13, 1984

Natomas North America, Inc.
(formerly Delaware Apache Corporation)
1610 Gibraltar Savings Bldg.
Midland, Texas 79701

#8421

Attn: Land Department

Re: Proposed Price Federal #1
NW/4 NW/4 Section 8-9S-34E
Lea County, New Mexico

Gentlemen:

Samson Resources Company proposes the drilling of a 9,750' Penn Bough "C" test in the NW/4 NW/4 of Section 8-9S-34E, Lea County, New Mexico.

Our present information indicates that you are an interest owner in the proposed unit and therefore we ask that you consider the following in regards to this proposed test:

- 1) Participate in the drilling and completion of the well; estimated well costs are \$337,630 for a dry hole and \$708,800 for a completed well, or
- 2) farmout your interest, retaining a 1/8 overriding royalty over and above the normal landowner's 1/8, or
- 3) lease your interest for \$100 per acre retaining a 3/16 royalty (delivering to Samson an 81.25% net revenue interest).

Your earliest consideration to our proposal would be appreciated. Should you have any questions, please advise.

Yours truly,

SAMSON RESOURCES COMPANY

Steve Area
Steve Area
Division Land Manager

SA:jb1



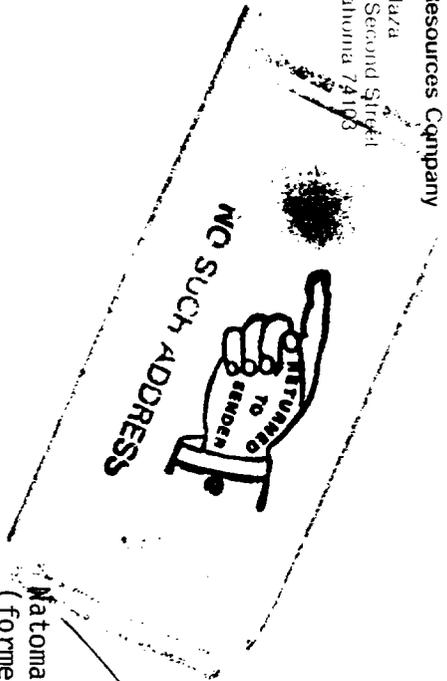


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Two West Second Street
Tulsa, Oklahoma 74103



and Department



(mailed 9/21/84 to:)

New - Apache Corporation
1700 Lincoln, Suite 4900
Denver, CO 80203-4549
Attn: Bill Sample

Natomas North America, Inc.
(formerly Delaware Apache Corporation)
1610 Gibraltar Savings Bldg.
Midland, TX 79701

Bill Sample

