	OT/-W 259
) 1 -	DATE IN /, 20, 1 SUSPENSE ENGINEER TW LOGGED IN /, 20, // TYPE MX APP NO. 1102053277
	ABOVE THIS LINE FOR DIVISION USE ONLY
	NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau - 1220 South St. Francis Drive, Santa Fe, NM 87505 ADMINISTRATIVE ADDI ECATION CHECKING TO A STATE #3
	1220 South St. Francis Drive, Santa Fe, NM 87505
	ADMINISTRATIVE APPLICATION CHECKLIST 30-075-32/05
	THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
	Application Acronyms: [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification]
	Hobs
	 TYPE OF APPLICATION - Check Those Which Apply for [A] [A] Location - Spacing Unit - Simultaneous Dedication [B] NSL NSP SD [B] Commingling - Storage - Measurement [B] Commingling - Storage - Measurement
	Check One Only for [B] or [C]
	[B] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM
Cel !	DHC CTB PLC PC OLS OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX X PMX SWD IPI EOR PPR [D] Other: Specify SWD IPI EOR PPR Added Added [D] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Does Not Apply 5578-578-578-578-578-578-578-578-578-578
Ģæ	[D] Other: Specify $Added = 726$
İ	 2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [A] D Working, Royalty or Overriding Royalty Interest Owners [B] X Offset Operators, Leaseholders or Surface Owner [C] X Application is One Which Requires Published Legal Notice [D] X Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office [E] X For all of the above, Proof of Notification or Publication is Attached, and/or,
	[B] X Offset Operators, Leaseholders or Surface Owner
	[C] X Application is One Which Requires Published Legal Notice
	[D] X Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
	[E] X For all of the above, Proof of Notification or Publication is Attached, and/or,
	[E] X For all of the above, Proof of Notification or Publication is Attached, and/or, [F] Waivers are Attached 3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE 5 (3) 5 (4) 5 (4) 6 (4) 7 (4)
	3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE $\frac{5}{59}$ b OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

BruceA. Stubbs	Conner afterthe	Vice President-Operations	01/20/2011
Print or Type Name	Signature	Title	Date
		bastubbs@armstrongenergycorp. e-mail Address	com



500 North Main Street, Suite 200 P.O. Box 1973 Roswell, New Mexico 88202-1973 (575) 625-2222 Fax (575) 622-2512 RECEIVED OCD

2011 JAN 19 P 1:25

January 17, 2011

Mr. Terry G. Warnell Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Re: Mobil Lea State Pressure Maintenance Project Order No.: R-10541-A SW/4 Section 2-T20S-R34E Lea County, New Mexico

Dear Sir:

Armstrong Energy Corporation operates the Mobil Lea State Pressure Maintenance Project located in the SW/4 of Section 2-T20S-R34E, Lea County, New Mexico. Water injection was initiated into the Mobil Lea State #8 well in September 2002. Through July 2010 a total of 1,490,523 barrels of water has been injected into the Cherry Canyon formation for pressure maintenance. Armstrong proposes to expand injection into the Cherry Canyon formation by converting the Mobil Lea State #3 well to injection. The Mobil Lea State #3 was completed as a Cherry Canyon producer in 1993 and has since watered out. The #3 well will add injection support to the southwest side of the reservoir to enhance production from the updip wells.

Enclosed are an original and one copy of the C-108 "Application for-Authorization-to Inject" for the conversion of the Mobil Lea State #3-to injection. Injection will be into perforations in the interval 5578-' 5936'; the anticipated injection rate is 500 BWPD at 1000 psi. Also enclosed is proof of mailing by Certified, Return-Receipt mail to each offset operator and surface owner along with a copy of the Affidavit of Publication in the Hobbs News-Sun newspaper.

Should you have any questions, please contact Bruce Stubbs with Armstrong Energy Corporation at 575-625-2222.

Sincerely,

ARMSTRONG ENERGY CORPORATION

Bruce A. Stubbs Vice President – Operations

Enclosures cc: Oil Conservation Division 1625 N. French Drive Hobbs, NM 88240

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

	APPLICATION FOR AUTHORIZATION TO INJECT
I.	PURPOSE: Secondary Recovery X Pressure Maintenance Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR:ARMSTRONG ENERGY CORPORATION
	ADDRESS:P.O. BOX 1973, ROSWELL, NM 88202-1973
	CONTACT PARTY:BRUCE_STUBBSPHONE:575-625-2222
111.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? X Yes No If yes, give the Division order number authorizing the project: <u>R-10541 & R-10541-A</u>
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.

- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: <u>BRUCE STUBBS</u>	TITLE: VICE PRESIDENT
SIGNATURE: Baltut	DATE: <u>12-28-2010</u>

E-MAIL ADDRESS: <u>bastubbs@armstrongenergycorp.com</u>

If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.

(4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,

(4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

Side 2

Side 1		INJECTI	ECTION WELL DATA SHEET	EET		
OPERATOR: A	RMSTRONG E	ARMSTRONG ENERGY CORPORATION				
WELL NAME & NUMBER:		MOBIL LEA STATE #3				•
WELL LOCATION:		<u>990' FSL & 870' FWL</u> FOOTAGE LOCATION	M UNIT LETTER	2 SECTION	T20S TOWNSHIP	R34E RANGE
WEL vi-c MOBIL LEA STATE #3 AMSTRONG ENERFOY CORPORATION 9907 FEL & 8707 FWL	LLBORE SC 27 Hole	~ e)		<u>WELL CONSTR</u> Surface Casing	<u>WELL CONSTRUCTION DATA</u> Surface Casing	
SW/SW SECTON 2.120S.R34E LEA COUNTY, N.M.	14 347 HOLE	PROPOSED.CONFIGURATION	Hole Size:	14 3/4"	Casing Size:	9 5/8"
SPUD DATE: 8553 WELL TYPE: OIL WELL			Cemented with:	<u>1100</u> sx.	or	ft3
a.:	rsal 2 15a0	9 56°-38 #FT. @ 1700 1100 SX CRC	Top of Cement:	<u>SURFACE</u> Metho Intermediate Casing	Method Determined: <u>CIRCULATED</u>	CIRCULATED
SUREACE CASING: CASING: 959:36 #FT: @ 1706 HOLE: 14 34" HOLE CEMENI: 1100 SA. T.O.C.: 0IRC.	8 34* & 7 78° HOLE		Hole Size:		Casing Size:	
LONG STRING: CASING: 51/2:-15.5 #FFT; @ 6300 HOLE: 3.3/4" & 7.7/6" HOLE CEMENT: 4:4 5X	YATES & 2890 SEVEN RIVERS & 3195		Cemented with:	SX.	or	ft ³
ZND STAGE: D.V. TOOL @ 5126 CEMENT: 1600 SX. T.O.C. CIRC T.O.C. CIRC T.O.AL DEPTH 6256		23&-47#FT. J-55 EUE, 6RD, IPC	Top of Cement:		Method Determined:	
INJECTION ZONES. CHERRY CANYON	CANYON			Production Casing	Casing	
	CIEEN @ 4140		Hole Size: 8	8 34" & 7 7/8"	Casing Size: $5\frac{1}{2}$	
	GRAVBURG @ 4940		Cemented with:	414 SX. + 1600 SX.	or	ft3
	DELAWARE @ 5110	BV TOOL & 5126 DV TOOL & 5126 1500 SK	Top of Cement:	SURFACE	Method Determined: <u>CIRCULATED</u>	CIRCULATED
		GIRC. 5 1:2" PLASTIC COATED PACKER @ +/: 5550' 5576:5726'	Total Depth:	6300'		
		5912'5336' 30 SHOTS		Injection Interval	iterval	
	333 1	51/2 ⁻¹ 5,5#FT, @ 6300' 414 SX		<u>5578'</u> feet to	to 5936', Perforated, 50 shots	ed, 50 shots
				(Perforated or Open Hole; indicate which)	le; indicate which)	

TABLE A LEAD A L
Tubing Size: <u>2 3/8"-4.7 #/FT., EUE, 8RD, J-55</u> Lining Material: <u>CERAM-KOTE 54</u>
Type of Packer: 5 ½" BAKER LOCKSET, NICKLE PLATED OR PLASTIC COATED
Packer Setting Depth: +/-5530'
Other Type of Tubing/Casing Seal (if applicable): N.A.
Additional Data
II no, for what purpose was the well originally arrited? CHERKY CANYON OIL WELL
2. Name of the Injection Formation: CHERRY CANYON
3. Name of Field or Pool (if applicable): <u>NORTHEAST LEA DELAWARE</u>
4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. <u>NO</u>
5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: <u>QUEEN 4800-5000', BONE SPRING 9476'-10258'</u> .
MORROW 13,034-13462', DEVONIAN 14,360'

ARMSTRONG ENERGY CORPORATION

MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

III. PROPOSED PRESSURE MAINTENANCE WELL DATA: A. CONDUCTOR PIPE: 16"-54 #/FT SET @ 42', CEMENT TO SURFACE W/ 3 CU. YDS. REDI-MIX

SURFACE CASING: 9 5/8"-36 #/FT. SET @ 1700', CEMENTED TO SURFACE W/ 1100 SX

LONG STRING CASING: 5 1/2"-15.5 #/FT. SET @ 6300', CEMENTED IN TWO STAGES WITH A D.V. TOOL @ 5126' 1ST STAGE - 414 SX, CIRCULATED TO D.V. TOOL 2ND STAGE - 1600 SX CIRCULATED TO SURFACE

- TOTAL DEPTH: 6300'
- TUBING: 2 3/8"-4.7 #/FT., J-55, W/ FREECOM CERAMIC COATING

PACKER: BAKER LOCKSET W/ ON-OFF TOOL AND PROFILE NIPPLE, SET @ 5850'

<u>B.</u>

INJECTION FORMATION:	DELAWARE - CHERRY CANYON
	(AS SHOWN ON MOBIL LEA STATE #3 LOG FROM 5578'-5936')

FIELD: NORTHEAST LEA DELAWARE

INJECTION INTERVAL: 5578'-5936', CASED HOLE

ORIGINAL WELL PURPOSE: THIS WELL WAS DRILLED AS A CHERRY CANYON PRODUCING WELL.

OTHER PERFORATED INTERVALS: NONE

DEPTHS AND NAMES OF	DELAWARE -CHERRY CANYON SAND - 5456'-5950'
OTHER OIL & GAS ZONES	BONE SPRINGS - 9476'-10258'
IN THE AREA:	MORROW - 13034'-13462'
	DEVONIAN - 14360'

)

WELLS WITHIN 1/2 MILE OF THE MOBIL LEA STATE #3 990' FSL & 870' FWL SEC. 2-T20S-R34E LEA COUNTY, NM

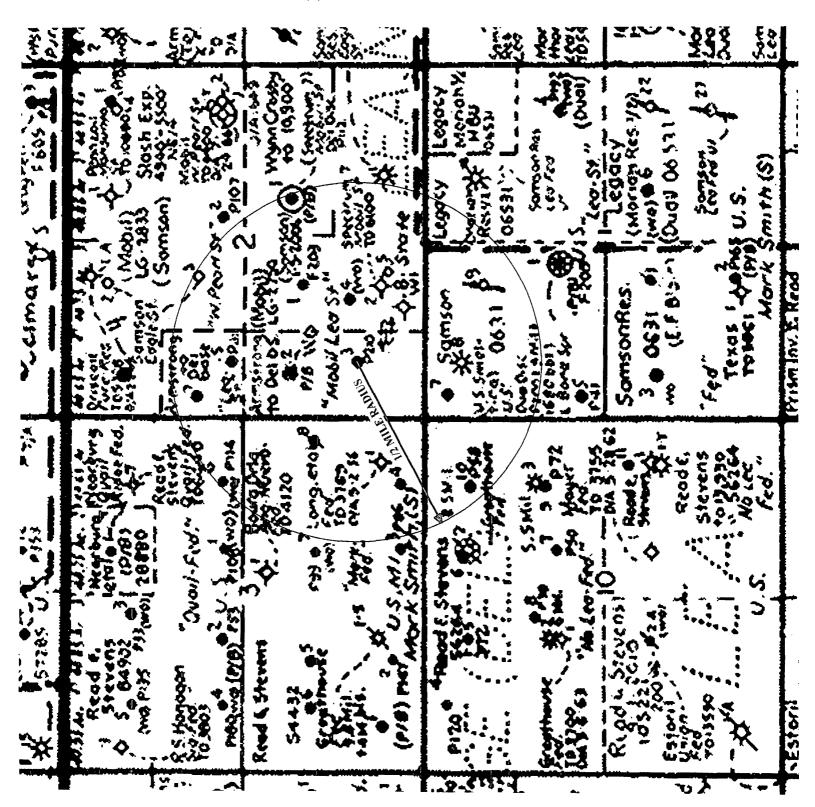
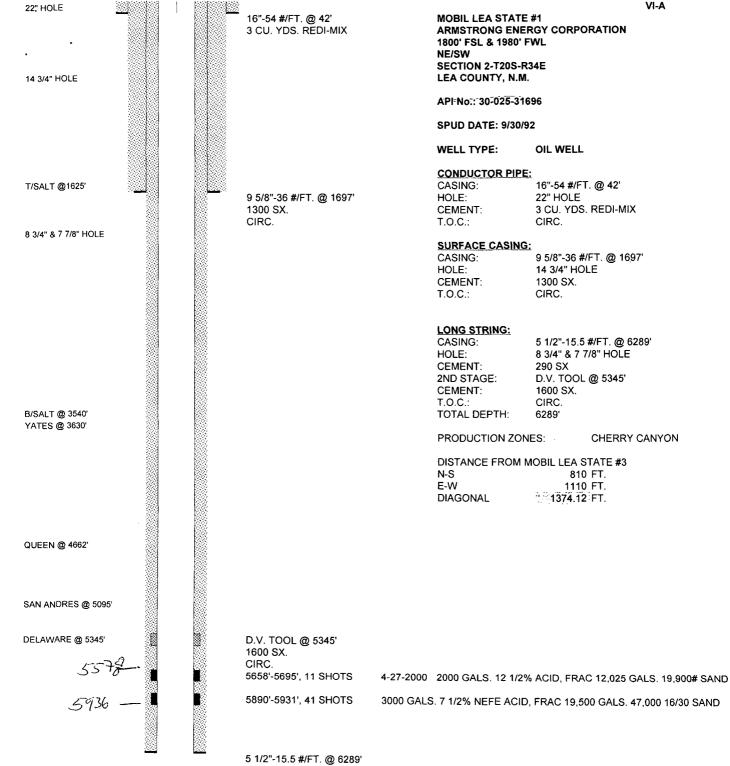
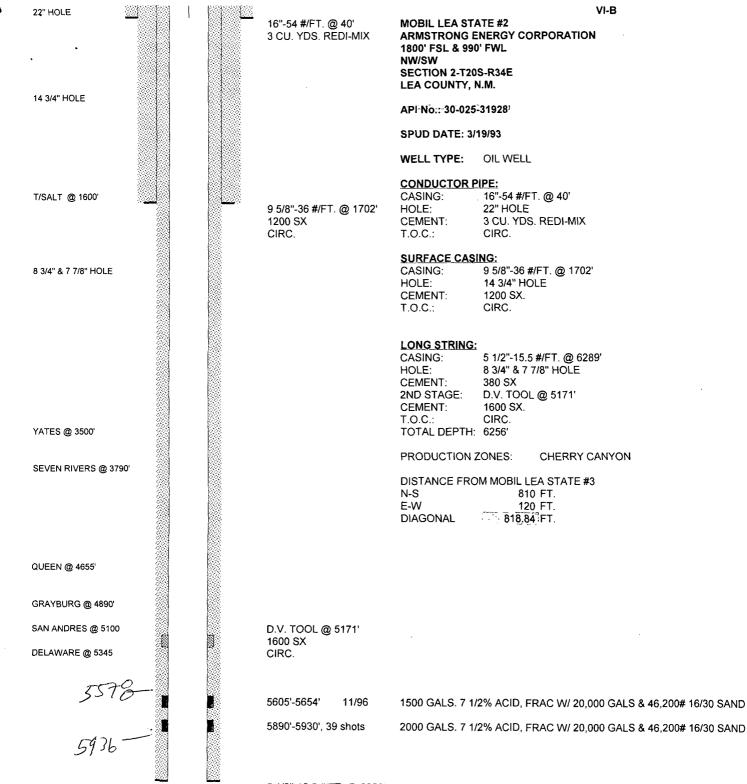


EXHIBIT #5

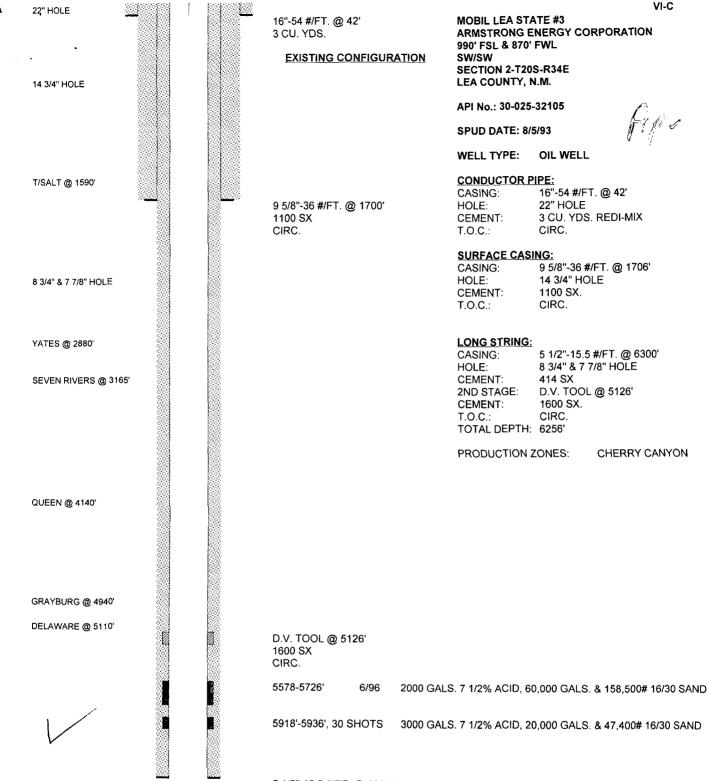


2

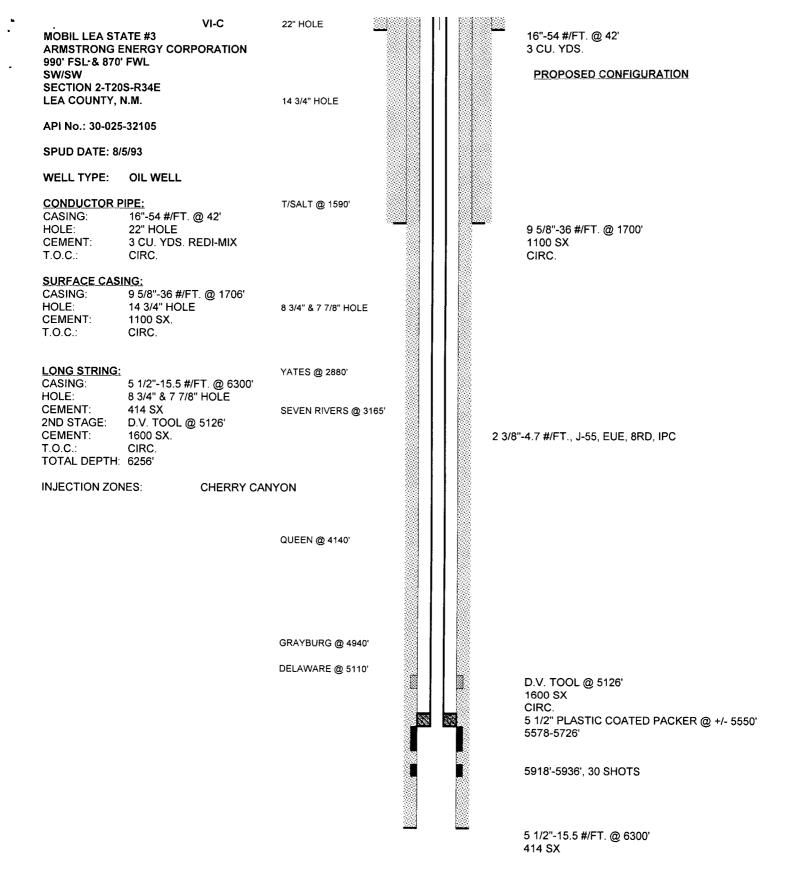
290 SX

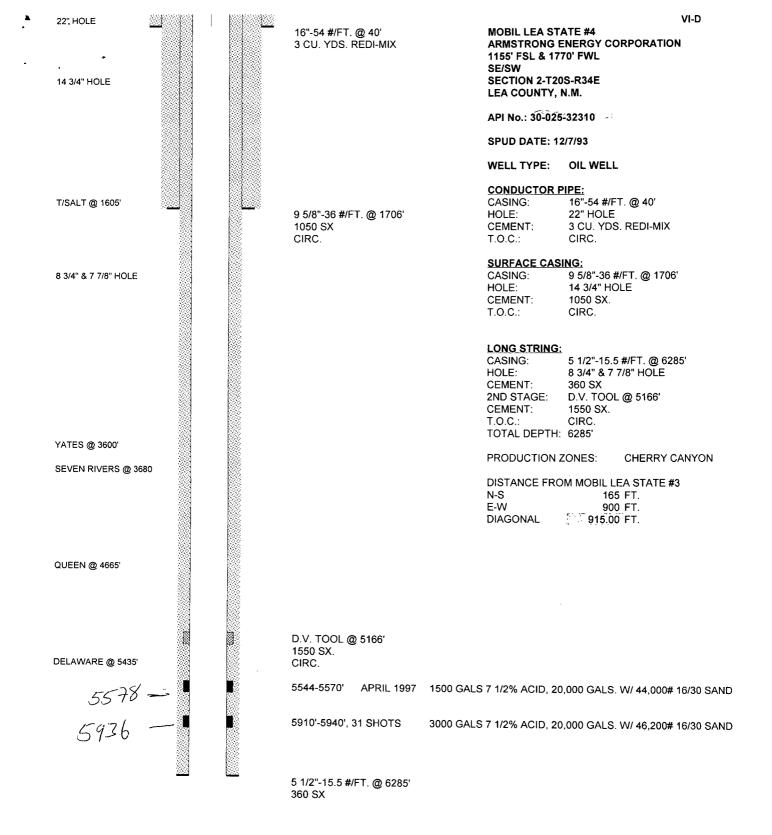


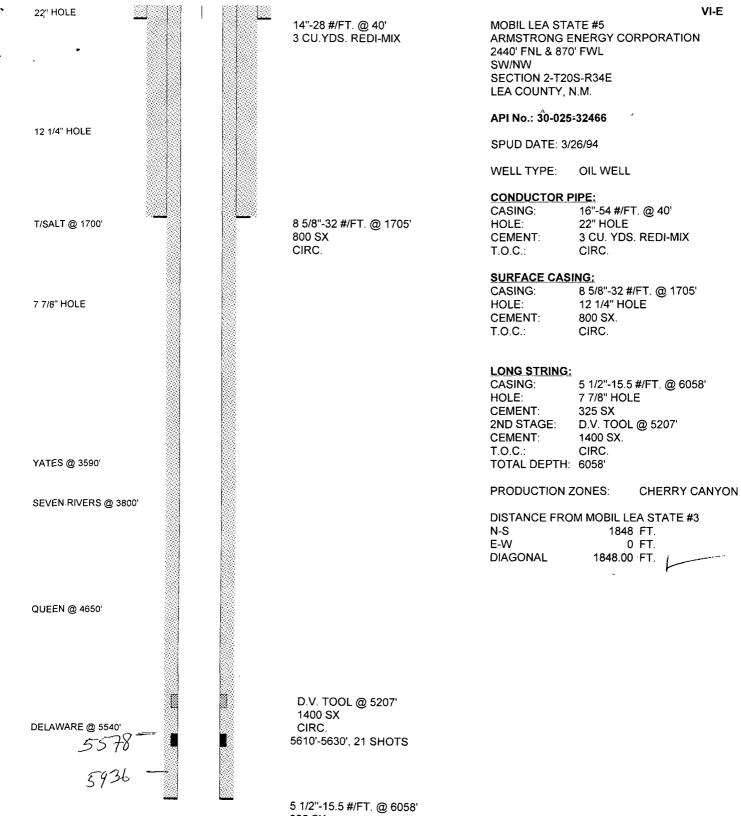
5 1/2"-15.5 #/FT. @ 6256' 380 SX



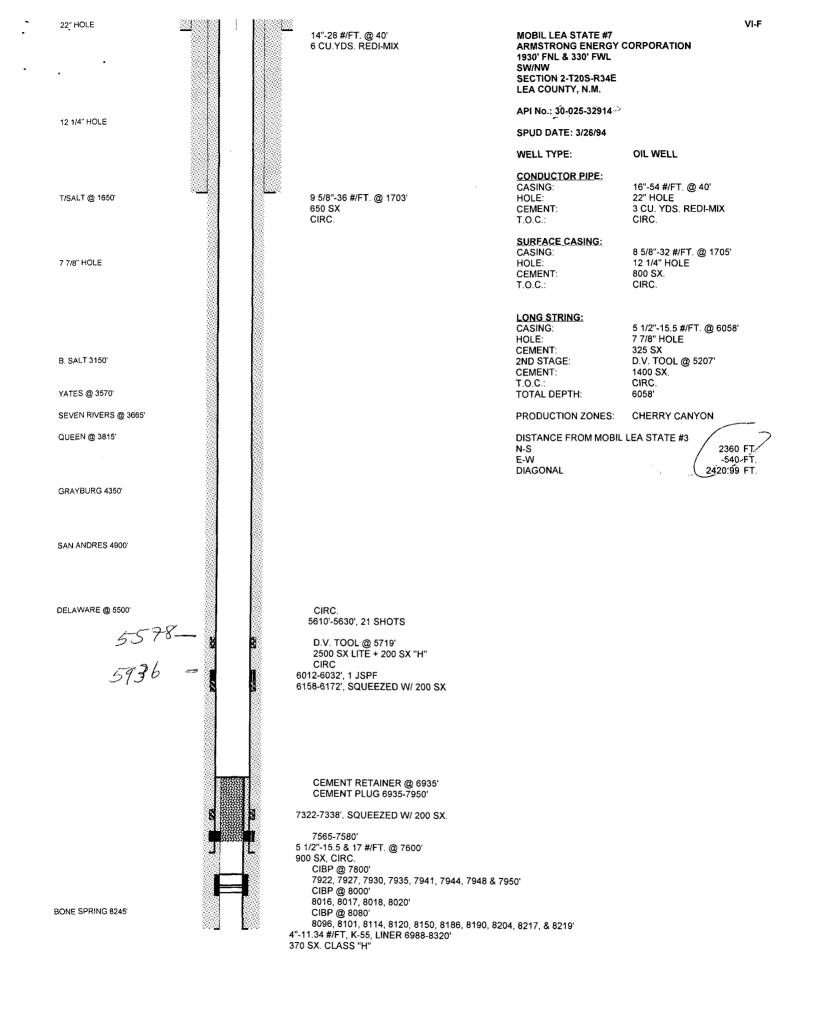
5 1/2"-15.5 #/FT. @ 6300' 414 SX

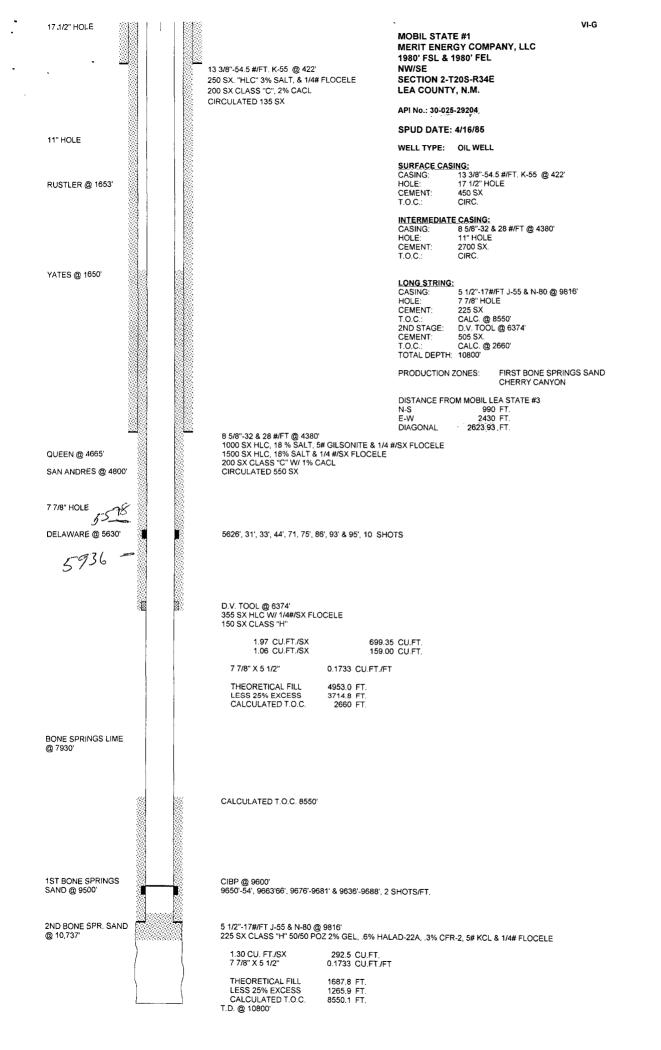


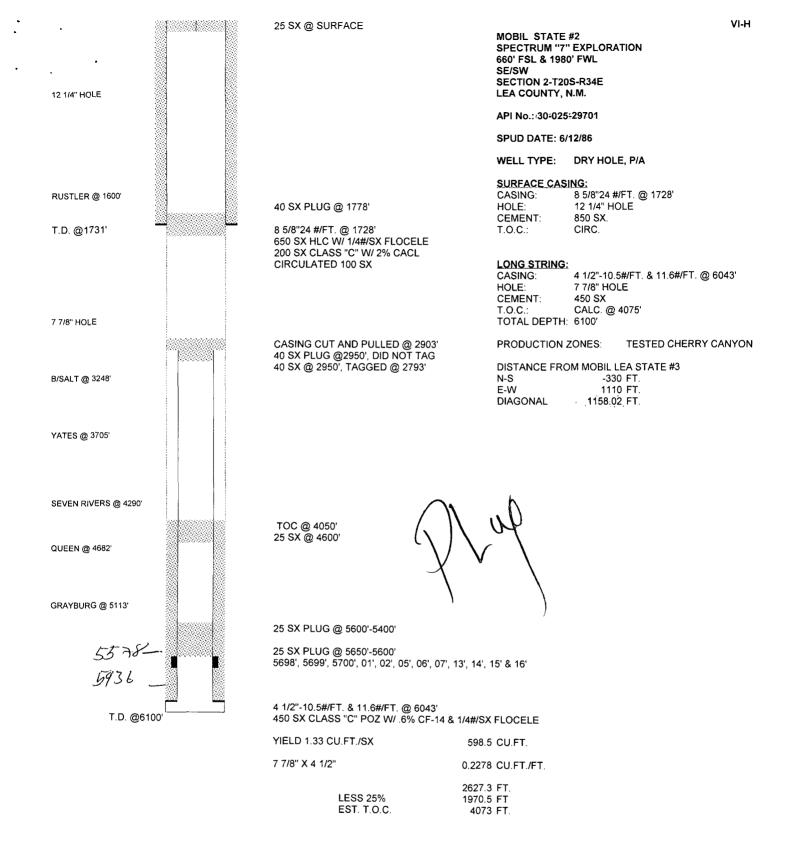


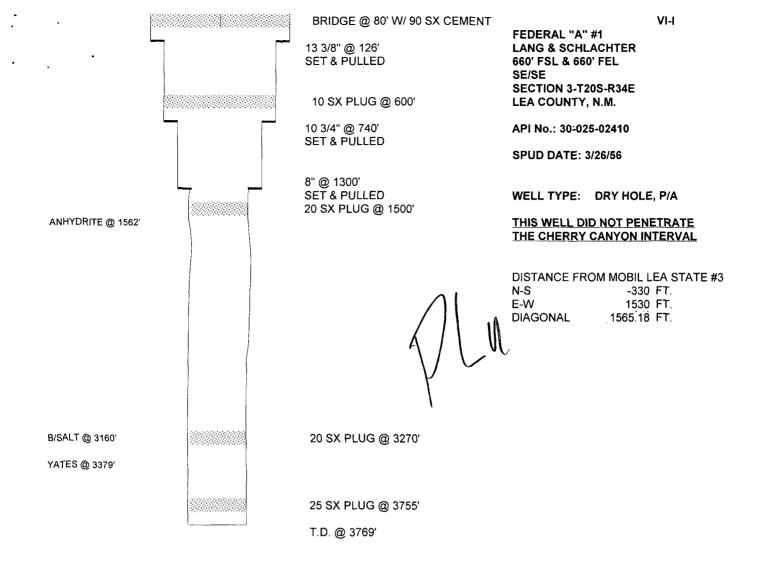


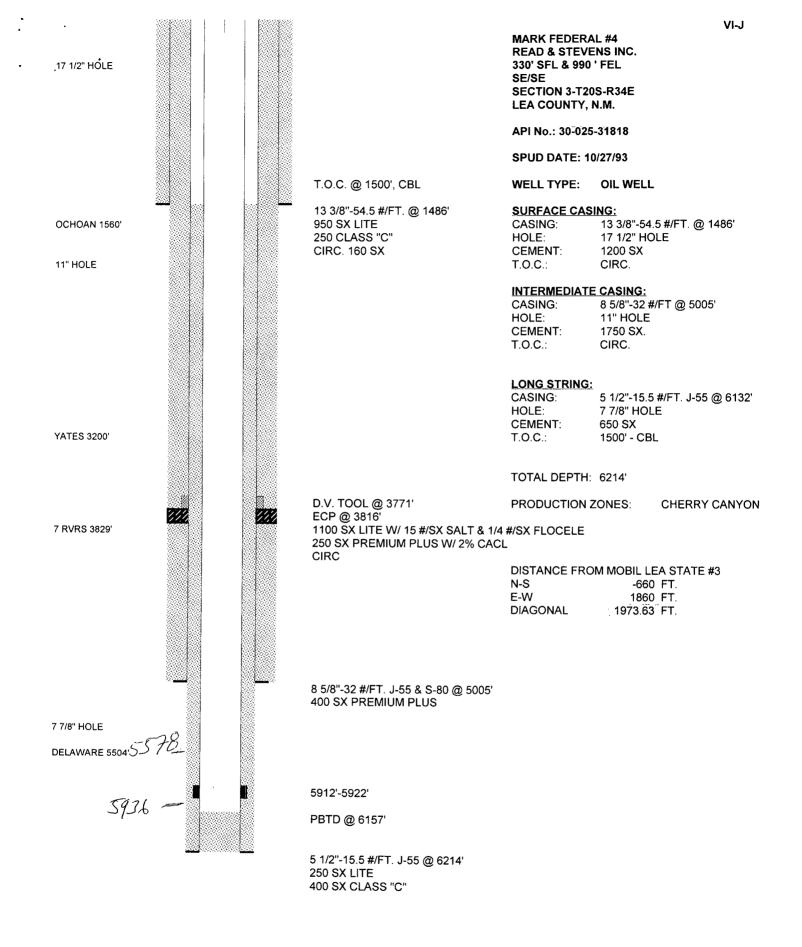
325 SX

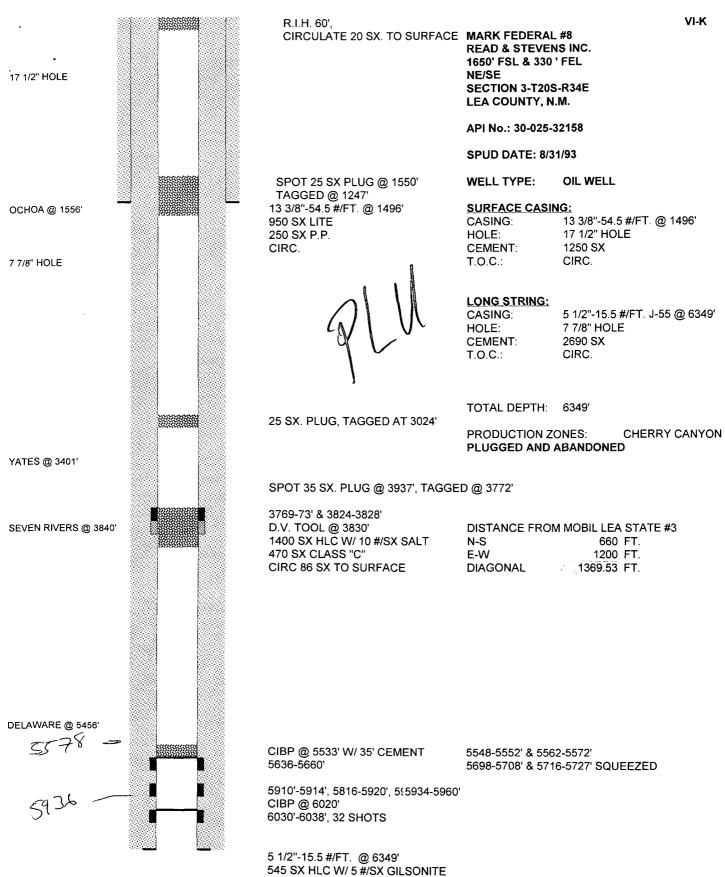




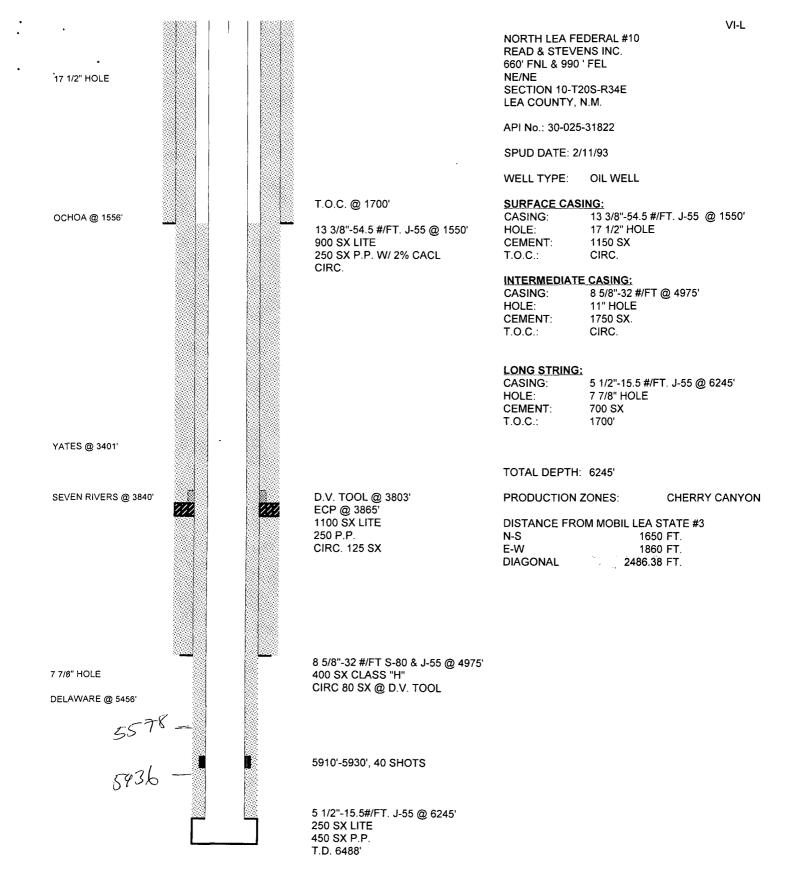


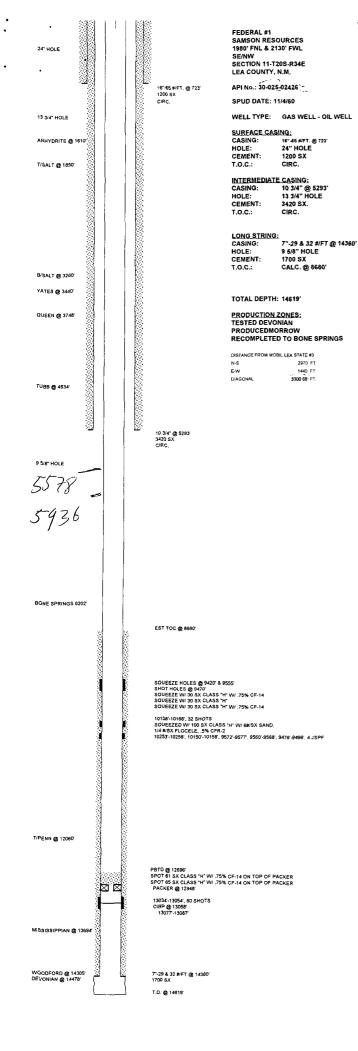




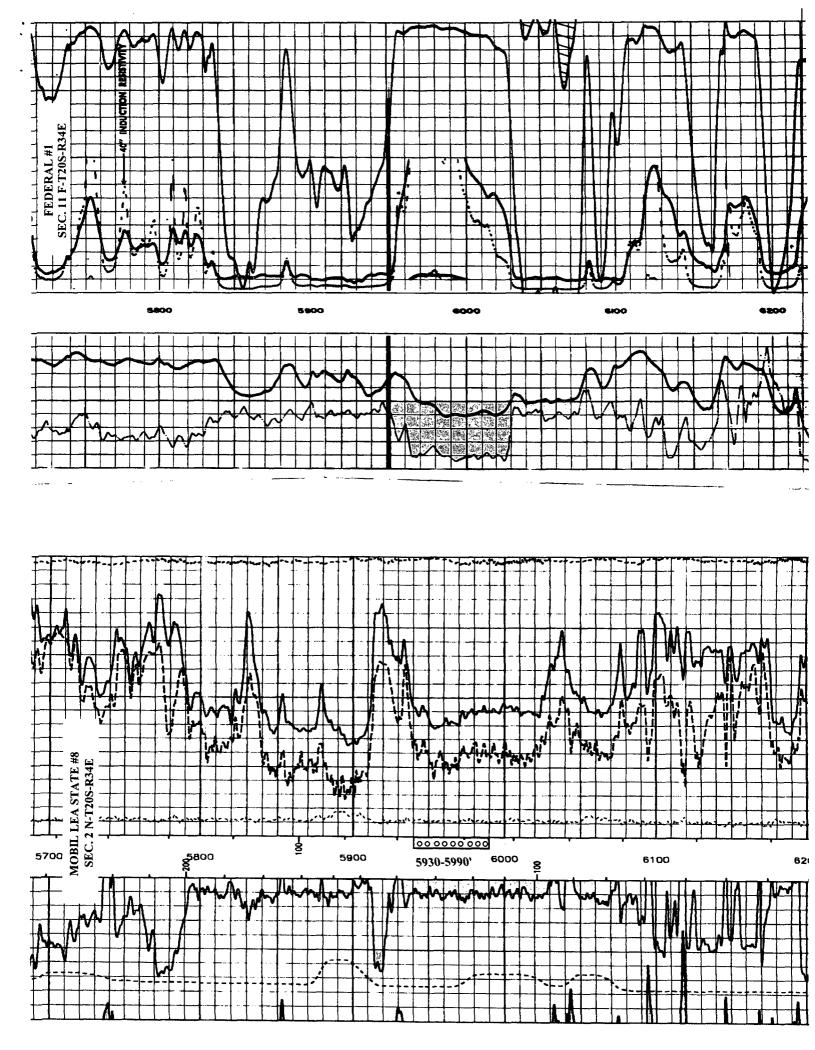


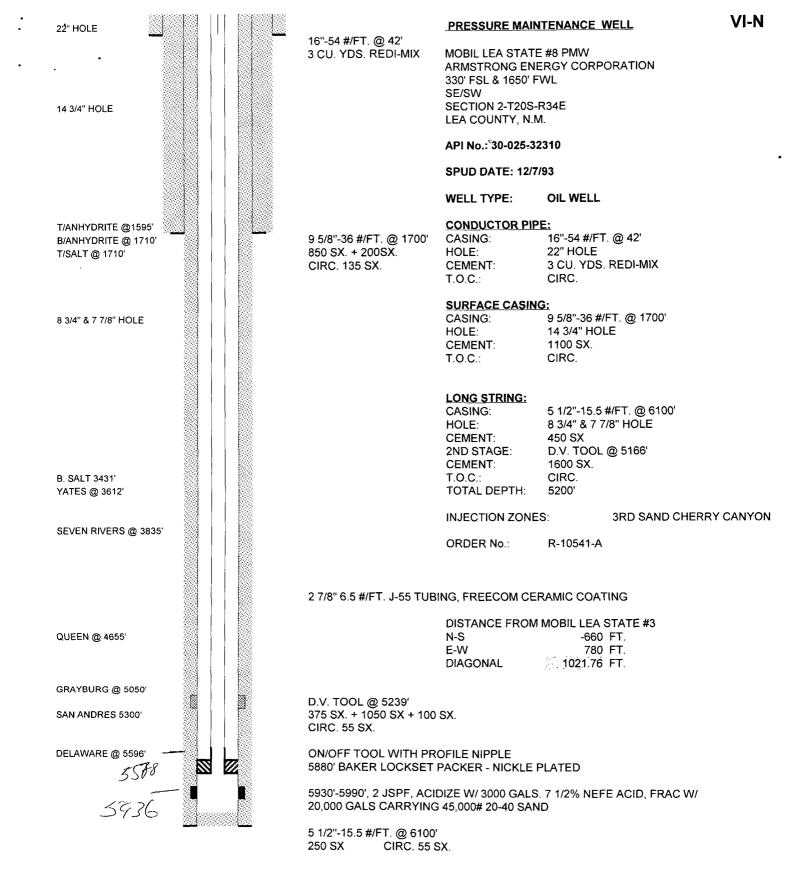
275 SX CLASS "H"

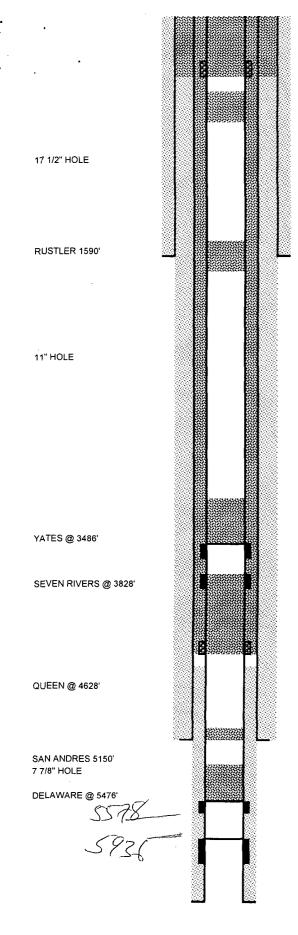




VI-M







PUMP 170 SX PERF @ 340'

25 SX PLUG 605'-350'

FEDERAL 11 20 34 #7 SAMSON RESOURCES CO. 330' FNL & 330' FWL NW/NW SECTION 11-T20S-R34E LEA COUNTY, N.M.

API No.: 30-025-36300

SPUD DATE: 8/16/03

WELL TYPE: OIL WELL

SURFACE CASING:

CASING: 13 3/8-54.5 #/FT. @ 1609' HOLE: 17 1/2" HOLE CEMENT: 1275 SX. T.O.C.: CIRC.

INTERMEDIATE CASING:

40 SX PLUG 1681', TAG @ 1502'

13 3/8"-54.50 #/FT @ 1609'

1275 SX, CIRC.

LONG STRING:

CASING:

CEMENT:

HOLE:

T.O.C.:

CASING: 5 1/2"-17 #/FT. @ 6310' HOLE: 7 7/8" HOLE CEMENT: 235 SX T.O.C.: 4330' TOTAL DEPTH: 6310'

11" HOLE

1140 SX.

427'

8 5/8"-32 #/FT. @ 4979'

CIBP @3450', 25 SX , TOC @ 3200'

3500-3510

3710-3720'

60 SX PLUG @ 4250-3708'

PRODUCTION ZONES: CHERRY CANYON

DISTANCE FRO	M MOBIL LEA STATE #3
N-S	1320 FT.
E-W	-540 FT.
DIAGONAL	1426.18 FT.

PERF 4200', CIRC. 500 SX CEMENT TOC @ 4330'

25 SX PLUG @ 5027', TAG @ 4900'

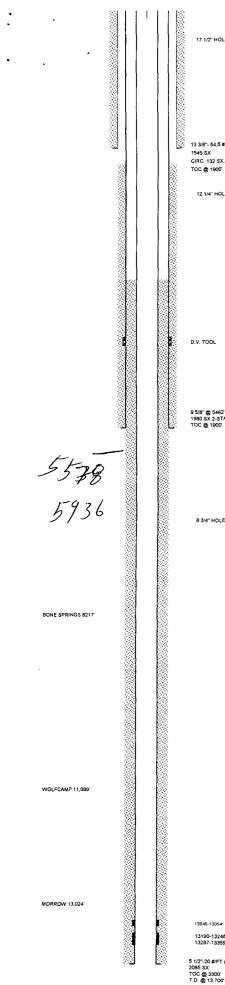
8 5/8"-32 #/FT. @ 4979 1140 SX TOC @ 427'

25 SX PLUG 5234-5484'

CIBP @ 5484' W/ 20' CEMENT 5526-5536'

CIBP @ 5780' 5824-5834' & 5886-5896' 5980-6000'

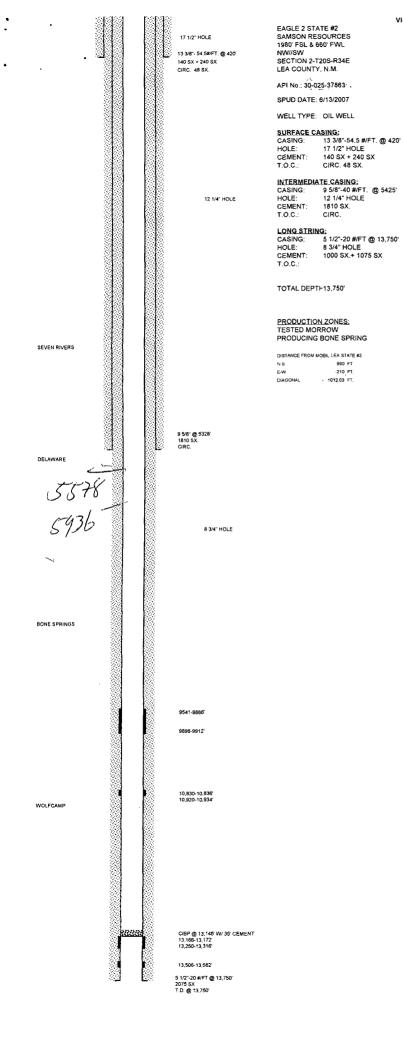
5 1/2"-17 #/FT. @ 6310' 235 SX



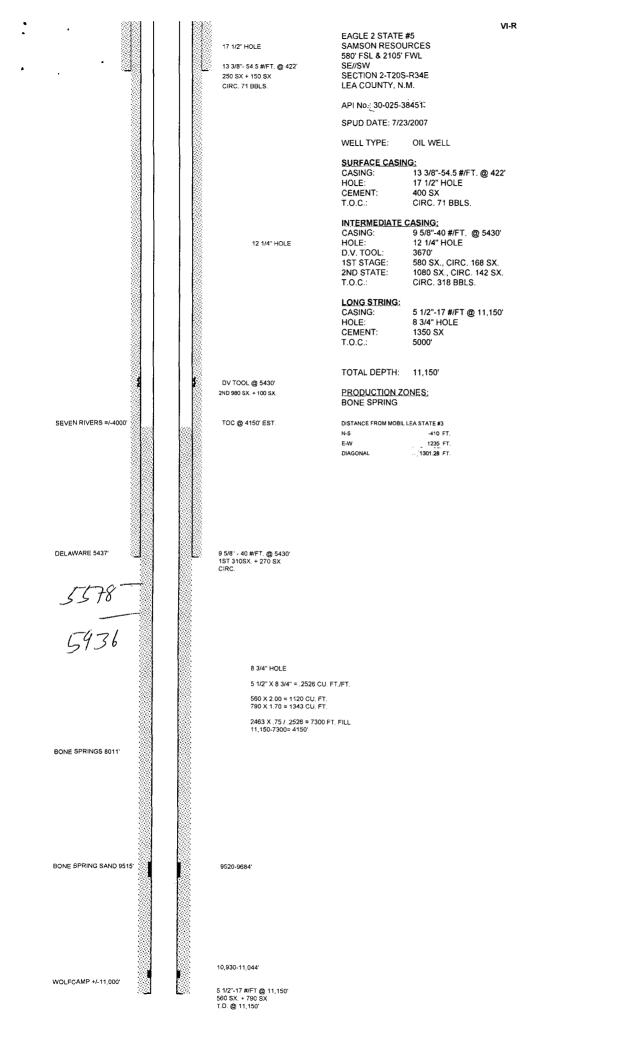
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		VI-I
17 1/2" HOLE	FEDERAL 11 20 SAMSON RESO 510' FNL & 810' NW//NW SECTION 11-T24 LEA COUNTY, N	URCES FWL DS-R34E
	API No.; 30-025- SPUD DATE: 11	
	WELL TYPE:	
13 3/6"- 54,5 #/FT. @ 1665" 1545 SX CIRC, 132 SX.	SUREACE CASI CASING: HOLE: CEMENT:	
TOC @ 1900' 12 1/4" HOLE	HOLE: CEMENT: T.O.C.:	9 5/8"-40 #/FT. @ 5462' 12 1/4" HOLE 1980 SX 2-STAGE 1900'
	LONG STRING: CASING: HOLE: CEMENT: T.O.C.:	5 1/2"-20 #/FT @ 13,698' 8 3/4" HOLE 2085 SX 3300'
	TOTAL DEPTH:	13,700'
	PRODUCTION Z	
D.V. TOOL	DISTANCE FROM MOBIL N-S	1500 FT,
	E-W DIAGONAL	
9 5/8" @ 5462' 1990 SX 2-STAGE TOC @ 1900'		
8 3/4" HOLE		
13045-13054		
13190-13248 13287-13359		
5 1/2"-20 #/FT @ 13,698" 2085 SX		

VI-P



VI-Q



VI. TABULATION OF WELL DATA

:

•																	
Longítude -103.53259	-103.53580	-103.53620	-103.53327	-103.53619	-103.53794	-103.52828	-103.53259	-103.54117	-103.54009	-103.54009	-103.54223	-103.53152	-103.53367	-103.53796	-103.53640	-103.53688	-103.53219
Latitude 32.59966	32.59966	32.59743	32.59788	32.60264	32.60395	32.60015	32.59653	32.59653	32.59743	32.59925	32.59290	32.58927	32.59578	32.59396	32.59347	32.60031	32.59647
Date Spud 30-Sep-92	19-Mar-93	05-Aug-93	07-Dec-93	26-Mar-94	15-Apr-95	16-Apr-85	12-Jun-86	26-Mar-56	27-Oct-93	31-Aug-93	11-Feb-93	04-Nov-60	19-Aug-2002	16-Aug-2003	14-Dec-2007	13-Jun-2007	23-Jul-2007
atum KB	۲ ۳	КB	КB	КB	КB	КB	КB	DF	КB	ж В	КB	DF	Β	В Ш	GR	GR	GR
Elevation Datum 3.682 KB	3,678	3,671	3,677	3,687	3,694	3,687	3,669	3,654	3,664	3,673	3,658	3,666	3,677	3,678	3,652	3,670	3,662
TD Formation at TD 6 289 DELAWARE	_	6,300 DELAWARE	6,285 DELAWARE	6,058 DELAWARE	8,320 BONE SPRING	10,800 BONE SPRING	6,100 GRAYBURG	3,759 UNKNOWN	6,480 DELAWARE	6,349 DELAWARE	6,488 DELAWARE	14,619 UNKNOWN	6,275 DELAWARE	6,310 DELAWARE	13,700 PENNSYLVANIAN	13,750 MORROW	11,150 BONE SPRING
<u>Eield Name</u> LEA NORTHEAST	LEA NORTHEAST	LEA NORTHEAST	LEA NORTHEAST	LEA NORTHEAST	LEA NORTHEAST	LEA	LEA CO UNDESIGNTD		QUAIL RIDGE	QUAIL RIDGE	<u> </u>	LEA	LEA NORTHEAST	LEA NORTHEAST	LEA	LEA	LEA
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API Number Original Operator Lease Name 3002531696 ARMSTRONG ENRGY CORP MOBIL LEA STATE	002531928 ARMSTRONG ENRGY CORP MOBIL-LEA STATE	3002532105 ARMSTRONG ENRGY CORP MOBIL LEA STATE $oldsymbol{\mu}$	002532310 ARMSTRONG ENRGY CORP	3002532466 Armstrong Enrgy Corp Mobil Lea State a	002532914 ARMSTRONG ENRGY CORP MOBIL LEA STATE	3002529204 SPECTRUM 7 EXPL CO	3002529704-SPECTRUM 7-EXPLOD	3002502410 LANG-SCHLACHTER	002531818 READ & STEVENS INC	002532158_READ-& STEVENSTNC-	002531822 READ & STEVENS INC	002502426 NATIONAL COOPER REF	002535962 Armstrong Enrgy Corp Mobil Lea State $oldsymbol{A}$	202536300 SAMSON:RESOURCES-CO.	002538611 SAMSON RESOURCES CO	002537863 SAMSON RESOURCES CO	002538451 SAMSON RESOURCES CO
API Number 3002531696	3002531928	3002532105	3002532310	3002532466	3002532914	3002529204	3002529704	3002502410	3002531818	-3002532158	3002531822	3002502426	3002535962	3002536300	-3002538611	3002537863	3002538451
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MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

VII. PROPOSED OPERATION:

VOLUME OF FLUID TO BE INJECTED:	AVERAGE DAILY RATE 500 BWPD MAXIMUM DAILY RATE 700 BWPD		
SYSTEM TYPE:	CLOSED		
INJECTION PRESSURE:	AVERAGE INJECTION PRESSURE 10 MAXIMUM INJECTION PRESSURE 11		PSI/FT.)
WATER SOURCE:	PRODUCED DELAWARE WATER FRO T20S-R34E AND QUEEN WATER FRO		
WATER ANALYSIS:	MOBIL LEA STATE #1 12/9/92 TOTAL HARDNESS CALCIUM MAGNESIUM IRON SODIUM CHLORIDE SULFATE CARBONATE BICARBONATE BICARBONATE TOTAL SOLIDS CARBON DIOXIDE pH SPECIFIC GRAVITY TDS RESISTIVITY	183.04 213112.90 217.80 6.65 1.14 213115.89	mg/l mg/l mg/l mg/l mg/l mg/l mg/l mg/l

FORM C-108 ATTACHMENT

ARMSTRONG ENERGY CORPORATION

MOBIL LEA FEDERAL #8 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

VIII. GEOLOGICAL DATA:

GEOLOGICAL NAME:	DELAWARE - CHERRY CANYON
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LITHOLOGICAL DETAIL: PRIMARILY SANDSTONES INTERBEDDED WITH LIMESTONE AND SHALE.

EORMATION TOP: CHERRY CANYON - TOP @ -1899' - THIRD SAND @ -2239 (MOBIL LEA STATE #3 LOG)

THICKNESS: 358 FT, 5578' - 5936'

GEOLOGICAL DATA OF DRINKING WATER ZONE: THE UNDERGROUND SOURCE OF DRINKING WATER IN THE AREA IS THE "CHINLEE", FORMATION WHICH OCCURS AT 65'-200' AND IS APPROXIMATELY 100'-150' THICK. THE CLOSEST FRESHWATER WELL IS THE ROBERTS WELL LOCATED ONE AND ONE-HALF MILES WEST IN THE SE/SE SECTION 4-T20S-R34E. THE STATE ENGINEERS OFFICE INDICATES THAT THERE ARE ONLY MINOR ISOLATED ACCUMULATIONS OF FRESH WATER IN THIS AREA AND THERE ARE NO WELLS WITHIN ONE MILE OF THE PROPOSED WELL. ,

ARMSTRONG ENERGY CORPORATION

MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

IX. STIMULATION PROGRAM:

- ACID BREAKDOWN: 5578-5726' 2000 GALS. 7 1/2% NEFE ACID 5918-5936' 3000 GALS. 7 1/2% NEFE ACID
- <u>FRACTURE STIMULATION:</u> 5578-5726' 60,000 GALS. & 158,500# 16/30 SAND7 1/2% NEFE ACID 5918-5936' 47,400 GALS. & 47,400# 16/30 SAND

X. LOGGING AND TEST DATA: LOGS RUN ON THIS WELL INCLUDE: GR, CNL, FDC, PE, DLL AND MLL RUN ON: 8-21-1993 .

MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

XI. ANALYSIS OF FRESH WATER WELLS:

THE CLOSEST SOURCE OF FRESH WATER IS A WINDMILL USED FOR LIVESTOCK WATERING LOCATED IN THE SE/SE OF SECTION 4-T20S-R34E. THIS IS CALLED THE ROBERTS WELL AND IT IS APPROXIMATELY ONE AND ONE-HALF MILES WEST OF THE PROPOSED PRESSURE MAINTENANCE WELL. A CHECK (10/31/95) BY ARMSTRONG ENERGY'S PUMPER INDICATED THIS WELL IS CAPPED AND WATER IS BEING PIPED TO THIS STOCK TANK FROM A SOURCE APPROXIMATELY TWO AND ONE-HALF MILES NORTH NORTHEAST OF THIS SITE. A SAMPLE OF THIS WATER WAS ANALYZED AND THE RESULTS ARE INCLUDED.

THE NEW MEXICO STATE ENGINEERS OFFICE IN ROSWELL, INDICATES THERE IS ONLY LIMITED AMOUNTS OF FRESH WATER IN THE AREA AND THE ROBERTS WELL IS THE CLOSEST SOURCE OF FRESH WATER. THEY INDICATE THE ROBERTS WELL WAS DRILLED TO A DEPTH OF 200 FEET AND PRODUCES WATER FROM THE CHINLEE FORMATION. IN JANUARY 1986 THE WELL HAD A FLUID LEVEL OF 125.86 FEET FROM THE SURFACE. THIS WELL IS CURRENTLY NOT PRODUCING.

SAMPLE FROM THE ROBERTS W		11/01/95	
ANALYZED BY BAKER PETROLEU			
	ANALYSIS # 4462		
	TOTAL HARDNESS		me/l
	CALCIUM	20.00	
	MAGNESIUM	0.00	
	IRON	0.00	
	SODIUM	4452.80	mg/l
	CHLORIDE	5000.00	mg/l
	SULFATE	660.00	
	CARBONATE	600.00	
	BICARBONATE	1220.00	
	TOTAL SOLIDS	11952.80	
	CARBON DIOXIDE	0.00	
	рH	7.70	Ũ
	SPECIFIC GRAVITY	1.00	
	TDS	11952.80	РРМ
SAMPLE FROM THE ROBERTS W	<u>ELL STOCK TANK</u>	07/01/10	
ANALYZED BY CARDINAL LABOR	ITORIES		
	ANALYSIS # H20259		
	CALCIUM	41.70	ma/l
	MAGNESIUM	10.70	
	SODIUM	36.00	
	CHLORIDE	28.00	
	SULFATE	89.50	
	CARBONATE	4.00	9
	BICARBONATE	112.00	•
	pH	8.13	
	TDS	248.00	PPM

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MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

XII. COMMUNICATION WITH SOURCES OF DRINKING WATER:

AFTER EXAMINING ALL AVAILABLE GEOLOGICAL AND ENGINEERING DATA, WE FIND NO EVIDENCE OF OPEN FAULTS OR ANY OTHER HYDROLOGIC CONNECTION BETWEEN THE INJECTION ZONE AND ANY UNDERGROUND SOURCE OF DRINKING WATER.

MOBIL LEA FEDERAL #3 PMW 990' FSL & 870 FWL SECTION 2-T20S-R34E LEA COUNTY, NEW MEXICO

XIII. NOTICE

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A COPY OF OUR APPLICATION HAS BEEN FURNISHED BY CERTIFIED MAIL TO THE SURFACE OWNER AND TO EACH LEASEHOLD OPERATOR WITHIN ONE-HALF MILE OF OUR PROPOSED PRESSURE MAINTENANCE WELL. SEE LISTING ON EXHIBIT "A".

OPERATORS

SAMSON RESOURCES COMPANY 200 N. LORAINE, SUITE 1010 MIDLAND, TX 79701

MR. JOHN MAXEY READ & STEVENS, INC. P.O. BOX 1518 ROSWELL, NM 88202-1518

MERIT ENERGY COMPANY, LLC 13727 NOEL ROAD, SUITE 500 TOWER 2 DALLAS, TX 75240

SURFACE

MR. JIM STOVALL BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 620 E. GREENE ST. CARLSBAD, NM 88220-6292

MR. KENNETH SMITH KENNETH SMITH, INC. 267 SMITH RANCH ROAD HOBBS, NM 88240

STATE LEASE: GT2922

MR. PATRICK H. LYONS NEW MEXICO STATE LAND OFFICE P.O. BOX 1148 SANTA FE, NM 87504-1148

Affidavit of Publication

State of New Mexico, County of Lea.

> I, JUDY HANNA PUBLISHER

of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, do solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period

of 1 issue(s). Beginning with the issue dated December 30, 2010 and ending with the issue dated December 30, 2010

PUBLISHER

Sworn and subscribed to before me this 30th day of

December, 2010

Notary Public

My commission expires

February 09, 2013

(Seal)



This newspaper is duly qualified to publish legal notices or advertisments within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made. LEGAL NOTICE DECEMBER 30, 2010 NOTICE IS HEREBY GIVEN that Armstrong Energy Corporation, P.O. Box 1973, Roswell, NM, 68202;1973, has submitted an Application for Authorization to Inject the Mobillea State #3

Armstrong proposes to expand injection into the Cherry Canyon formation by converting the Mobil Lea State #3 well to injection. The well is located in Township 20 South Range 34 East. Section 2, 990 FSL& 870 FWL in Lea County New Mexico. The Formation is the Cherry Canyon in the NE Lea Delaware Field. Injection will be into perfora itons in the Interval 5578-5936 (the anticipated injection rate is 500 BWPD at 1000 pst

An objection to this application or a request for hearing must be filed with the New Mexico Oil Conservation Division, 1220 St. Francis Dr. Santa Fe, New Mexico 87505, within 15 days of this notice. Should you have any questions, please contact Bruce Stubbs with Armstrong Energy Corporation at 575-625-2222. #26298

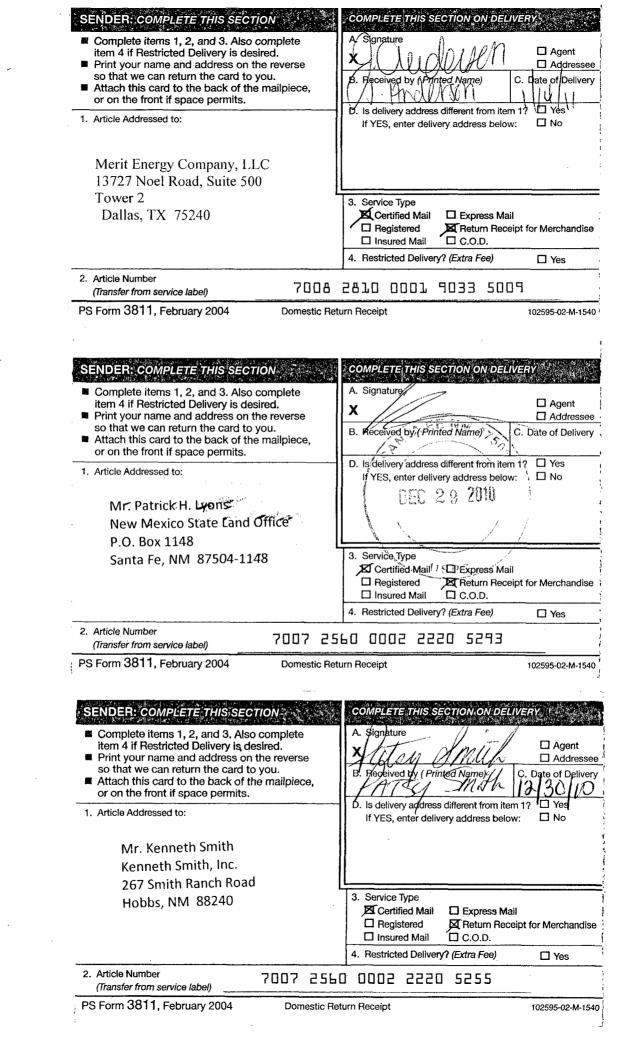
67107061 00065480 IRMA CUNNINGHAM ARMSTRONG ENERGY CORP PO BOX 1973 ROSWELL, NM 88203

SENDER: COMPLETE THIS SECT		COMPLETE THIS SECTION ON DELIVERY	
Complete items 1, 2, and 3. Also item 4 if Restricted Delivery is des	sired.	A. Signature	
Print your name and address on t so that we can return the card to			
 Attach this card to the back of the or on the front if space permits. 		B. Received by (Printed Name) C. Date or C. DER 12 - 20	Deli 1
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Mr. John Maxey			
Read & Stevens, Inc.			•
P.O. Box 1518			
Roswell, NM 88202-1	518	3. Service Type	
		Registered Receipt for Men	chan
		Insured Mail C.O.D.	
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UNDERGROUND INJECTION CONTROL PROGRAM PERMIT SUMMARY PAGE	