Form 3160-3 (August 1999)

New Mexico Oil Conservation Division, District I 1625 N. French Drive

Hobbs, NM 88240

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

DEPARTMENT OF THE IN	TERIOR	-		3. Lease Serial 140.		
BUREAU OF LAND MANAG	EMENT	D-04-2	25	NM-13279		
APPLICATION FOR PERMIT TO DR	6. If Indian, Allottee or	Tribe Name				
la. Type of Work: DRILL REENTER	la. Type of Work: Drill REENTER 302					
		8. Lease Name and Well No.				
1b. Type of Well: Oil Well Gas Well Other		ingle Zone 🔲 Multip	ple Zone	Bandit 15 Federal Com., #2		
2. Name of Operator Samson Resources				9. API Well No.	36592	
3a. Address	3b. Phone N	o. (include area code)		10. Field and Pool, or Exp	loratory	
Samson PlazaTwo W. 2nd St. Tulsa, OK 74103	(918) 591	-1822		Teas Penn Gas		
4. Location of Well (Report location clearly and in accordance with a	ny State requ	irements. *)		11. Sec., T., R,, M., or Bli	and Survey or Area	
At surface 1980' FSL & 1980' FEL						
At proposed prod. zone same Uni+ I		R-111-P Petech		Sec. 15-T20S-R33E		
14. Distance in miles and direction from nearest town or post office*				12. County or Parish	13. State	
37 miles northeast of Carlsbad, NM				Lea	NM	
 Distance from proposed* location to nearest property or lease line, ft. 	16. No. of	Acres in lease	17. Spacin	g Unit dedicated to this well		
(Also to nearest drig. unit line, if any) 950'	40		320			
18. Distance from proposed location* to nearest well, drilling, completed, 2818.2'		ed Depth	20. BLM/F	BLM/BIA Bond No. on file		
applied for, on this lease, ft.	14,000	•	NM-20	37		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*		tart*	23. Estimated duration		
3580' GL	March	15, 2004		6 weeks		
		chments	Ø2 @1	1282930	31	
The following, completed in accordance with the requirements of Onshor 1. Well plat certified by a registered surveyor.	e Oil and Ga			s unless covered by an ext	sting bond on file (see	
2. A Drilling Plan.		Item 20 above).	-4!	× 33.7	50	
 A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office). 	5. Operator certification. 6. Such other site specific info authorized officer.			15	9	
25. Signature	Nam	e (Printed/Typed)		Color Da	te S	
Georgik Smith	Ge	orge R. Smith		(P. 1	/16/0%	
Title				1218121	NEW	
Agent for Samson Resources						
Approved by (Signature)	Nam	e (Printed/Typed)	n m	. CONDIT	te FEB 1 3 2004	
Title ALE STATE DIRECTOR	Offi	ce NM		OFFICE	160 1 0 2004	
MOTIVE STATE DIRECTOR						
Application approval does not warrant or certify that the applicant holds l operations thereon.	egal or equit	able title to those rights i			e applicant to conduct	
Conditions of approval, if any, are attached.			APPI	ROVAL FOR	LYEAR	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it States any false, fictitious or fraudulent statements or representations as to			nd willfully	to make to any department	or agency of the United	
*(Instructions on reverse)					1	
Lease Responsibility Statement: Samson Resource concerning operations cond			erms, cond	litions, stipulations, an	d restrictions	
CEMENT DEHM	n The	113/4"		Lina	2.5	
CASING MUST			Geor	rge R. Smith, agent		

DECLARED WATER BASIN CEMENT EEHWD THE 16 CASING MUST BE CIRCULATED OPER. OGRID NO.

APPROVAL SUBJECT TO PROPERTY NO. General requirements and

86040 POOL CODE

SPECIAL STIPULATIONS ATTACHED

APINO. 3D-075-36592

State of New Mexico

Snergy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 P.O. Box 2088 Santa Fe, New Mexico 87504-2088

DISTRICT IV

P.O. BOX 2088, SANTA FE, N.M. 87504-2088 WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

3D-025-365	Pool Code 86040	Pool Name TEAS PENN GAS	
Property Code 33532	Pro	erty Name 15" FEDERAL	Well Number
OGRID No. 20165	•	rator Name RESOURCES	Elevation 3580'

Surface Location

-	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	J	15	20-S	33-E		1980	SOUTH	1980	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot (dn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill Co	nsolidation (Code Or	der No.			<u></u>	· · · · · · · · · · · · · · · · · · ·

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY TH	E DIVISION
	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
	Signature George R. Smith, agent Printed Name
GEODETIC COORDINATES NAD 1927 NME Y = 572194.9 N X = 710989.7 E LAT. = 32'34'16.34"N LONG. = 103'38'54.37"W	Samson Resources Title January 16, 2004 Date
3576.7 ₆₀₀ ₁₉₈₀ ₁₉₈₀	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief.
3578.9 — — — 3582.1 ·	Date Surveyed AWB Signature & Seal of Professional Surveyor
****	03.11.1349 Certificate No. GARY EIDSON 1284

APPLICATION FOR DRILLING

SAMSON RESOURCES CO.

Bandit 15 Federal, Well No. 2 1980' FSL & 1980' FEL, Sec. 15-T20S-R33E

Lease No.: NM-13279 (Development Well)

In conjunction with Form 3160-3, Application for Permit to Drill subject well, Samson Resources Co. submits the following items of pertinent information in accordance with BLM requirements:

- 1. The geologic surface formation is recent Permian with quaternary alluvium and other surficial deposits.
- 2. The estimated tops of geologic markers are as follows:

Rustler	1,340'	Penn Shale	12,150'
Yates	3,066'	Strawn	12,300'
Capitan	3,368'	Atoka	12,500'
Delaware	5,200'	Morrow	13,200'
1 st Bone Spring	9,400'	T.D.	14,000'
Wolfcamp	11,600'		

3. The estimated depths at which water, oil or gas formations are anticipated to be encountered:

Water: Surface water between 100' - 300'.
Oil: Possible in the Delaware below 5200'.

Gas: Possible in Atoka below 12,500' and the Morrow below 13, 200'.

4. Proposed Casing Program:

HOLE SIZE	CASING SIZE	WEIGHT	GRADE	JOINT	SETTING DEPTH	QUANTITY OF CEMENT
18 1/2"	16"	75.0#	K-55	BT&C	0' ~ 1,450'	Circ 890 sx "C" cement
14 3/4"	11 3/4"	54.5#	K-55	BT&C	0' - 3,100'	Circ. 1330 sx. HLC Prem Plus
10 5/8"	8 5/8"	32.0#	HC-K-55	LT&C	0' - 5,200'	Circ. 900 sx. Interfill C & Prem
7 7/8" 5 1/2" 20.0#		P110	LT&C	0' - 14,400' 14000	1050 sx Zoneseal & 250 sx super H TOC 5000'	

5. Minimum Specifications for Pressure Control Equipment:

NU 21 34" 2M WP Hydril & test to 800 psi before drilling 14 34" hole.

NU 13 5/8" 10M WP Shaffer, double over single w/ 13 5/8" Hydril annular preventer before drilling the 10 5/8" & 7 7/8" holes. Perform 3M test before drilling 10 5/8" hole & 5M test before drill 7 7/8" hole. See Exhibit "E".

6.	MUD PROGRAM:		MUD WEIGHT	<u>VI</u> S.	W/L CONTROL
	0' - 1,450':	Fresh water mud:	8.4 - 9.2 ppg	28 - 29	No W/L control
	1,450' - 3,100':	Fresh/native brine	10.0 - 10.4 ppg	26 - 29	No W/L control
	3,100' - 5,200':	Fresh water + addit.	8.8 - 9.6 ppg	26 - 29	No W/L control
	5,200' - 12,300':	Fresh water/Cut brine	8.4 - 9.2 ppg	26 - 29	No W/L control
	12,300' - 14,000':	Cut Brine/xcd Polyme	er 9.4 - 11.5 ppg	38 - 42	W/L control: <10cc

7. Auxiliary Equipment: Blowout Preventer, flow sensors and stabbing valve.

SAMSON RESOURCES CO.

Bandit 15 Federal, Well No. 2 Page 2

8. Testing, Logging, and Coring Program:

Drill Stem Tests: None unless conditions warrant. Logging: 5,000' to T.D: CNL-DNL w/GR-Cal.

5,000' to Surface: CNL-GR

Coring: Rotary sidewall if dictated by logs.

- 9. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered the proposed mud program will be modified to increase the mud weight. Estimated evacuated BHP = 6160 psi and surface pressure of 3080 psi with a temperature of 200°.
- 10. H₂S: None expected. The Mud Log Unit will be cautioned to use a gas trap to detect H₂S and if any is detected the mud weight will be increased along with H₂S inhibitors sufficient to control the gas.
- 11. Anticipated starting date: March 15, 2004.

 Anticipated completion of drilling operations: Approximately 6 weeks.

MULTI POINT SURFACE USE AND OPERATIONS PLAN

SAMSON RESOURCES

Bandit 15 Federal, Well No. 2
1980' FSL & 1980' FEL, Sec. 15-T20S-R33E
Lea County, New Mexico
Lease No.: NM-13279
(Development Well)

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of the plan is to describe the location of the proposed well, the proposed construction activities and operations plan, to be followed in rehabilitating the surface environmental effects associated with the operations.

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of a USGS/BLM Topo map showing the location of the proposed well as staked. The well site location is approximately 37 road miles northeast of Carlsbad, New Mexico. Traveling east from Carlsbad there will be approximately 37.0 miles of paved highway and .3 mile of gravel oilfield road.
- B. Directions: Travel east from Carlsbad, NM on U.S. Highway 62/180 for approximately 32 miles to NM Highway #176. Continue east on #62/180 for 5.3 miles, .1 mile east of MM #73. Turn south, at a Woodbine Pet. and a Shackleford Oil Co. sign, for .3 mile to an east/west crossroad. This is the NE corner of the Bandit 15 Federal #1 proposed well site. The proposed access road will start on the southwest corner of the pad and will run southwest for 2200' to the southeast corner of the proposed well site.

2. PLANNED ACCESS ROAD:

- A. Length and Width: There will be approximately 2200 feet of new access road 12 feet wide (24' max.). The proposed and existing access roads are color coded on Exhibit "A".
- B. Construction: The proposed access road will be constructed by grading and topping with compacted caliche and will be properly drained.
- C. Turnouts: There will be at least one possibly two turnouts increasing the road width to 20 feet for passing.
- D. Culverts: None required.
- E. Cuts and Fills: There will be some 3 4 foot cuts to level the sand dunes and deflation basins.
- F. Gates, Cattle guards: None required.
- G. Off Lease R/W: None required.

3. LOCATION OF EXISTING WELLS:

A. Existing wells within a two-mile radius are shown on Exhibit "C".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES;

- A. Samson Resources has no production facilities on the lease at this time.
- B. If the well proves to be commercial, the necessary production facilities, gas production-process equipment and tank battery, if required, will be installed on the drilling pad.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. It is planned to drill the proposed well with fresh water that will be obtained from private or commercial sources and will be transported over the existing access roads.

6. SOURCE OF CONSTRUCTION MATERIALS:

A. Caliche for the access road and well site pad will be obtained on location, if available, or from an approved Federal pit located in the SENW of Sec. 14-T20S-R33E. No surface materials will be disturbed except those necessary for actual grading and construction of the drill site and access road.

7. METHODS OF HANDLING WASTE DISPOSAL:

- A. Drill cuttings will be disposed of in the reserve pits.
- B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
- C. All pits will be fenced with normal fencing materials to prevent livestock and wildlife from entering the area.
- D. Water produced during operations will be collected in tanks until hauled to an approved disposal system, or a separate disposal application will be submitted to the BLM for approval.
- E. Oil produced during operations will be stored in tanks until sold.
- F. Current laws and regulations pertaining to the disposal of human waste will be complied with.
- G. Trash, waste paper, garbage and junk will be contained in trash bins to prevent scattering and will be removed for deposit in an approved sanitary landfill within 30 days after finishing drilling and/or completion operations.

8. ANCILLARY FACILITIES:

A. None required.

9. WELL SITE LAYOUT:

- A. Exhibit "D" shows the relative location and dimensions of the well pad, reserve pits, and major rig components. The pad and pit area has been staked and flagged, 500' X 500'.
- B. Mat Size: 300' X 210', plus 150' X 150' mud pits. The pits will be on the north.
- C. Cut & Fill: There will be mostly leveling of the 2.5-3 foot of the existing sand dunes and basins. The site is relatively level.
- D. The surface will be topped with compacted caliche and the mud pits will be plastic lined.

SAMSON RESOURCES Bandit 15 Federal, Well No. 2 Page 3

10. PLANS FOR RESTORATION OF THE SURFACE:

- A. After completion of drilling and/or completion operations, all equipment and other material not required for operations will be removed. Pits will be filled and the location cleaned of all trash and junk to leave the well site in an aesthetically pleasing a condition as possible
- B. Any unguarded pits containing fluids will be fenced until they are filled.
- C. If the proposed well is non-productive, all rehabilitation and/or vegetation requirements of the Bureau of Land Management will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and leveled as soon as they are dry enough to work after completion or abandonment.

11. OTHER INFORMATION:

- A. Topography: The proposed well site and access road is located in the Querecho Plains. The location has an overall northwesterly slope of 1% from an elevation of 3580 feet.
- B. Soil: The topsoil on the well site and access road is reddish brown colored fine sand. The soil is of the Pyote Soils and Dune Land soils series.
- C. Flora and Fauna: The vegetation at the well site is a sparse to fair grass cover of three-awn, dropseed, grama some bluestem, multy and other miscellaneous native grasses along with plants of mesquite, yucca, sage, javelina, sparse shinnery oak brush, broomweed, cacti, buckwheat and miscellaneous weeds and wildflowers. The wildlife consists of rabbits, coyotes, rattlesnakes, lizards, dove, quail and other wildlife typical of the semi-arid desert land.
- D. Ponds and Streams: None.
- E. Residences and Other Structures: None, but existing oil field facilities.
- F. Land Use: Cattle grazing.
- G. Surface Ownership: The proposed well site and access road are on Federal surface.
- H. There is no evidence of archaeological, historical or cultural sites in the area. Archaeological Survey Consultants, P.O. Box 2285, Roswell, NM 88202 are conducting an archaeological survey and their report will be submitted to the appropriate government agencies.

SAMSON RESOURCES Bandit 15 Federal, Well No. 2 Page 4

12. OPERATOR'S REPRESENTATIVE:

A. The field representative responsible for assuring compliance with the approved surface use and operations plan is as follows:

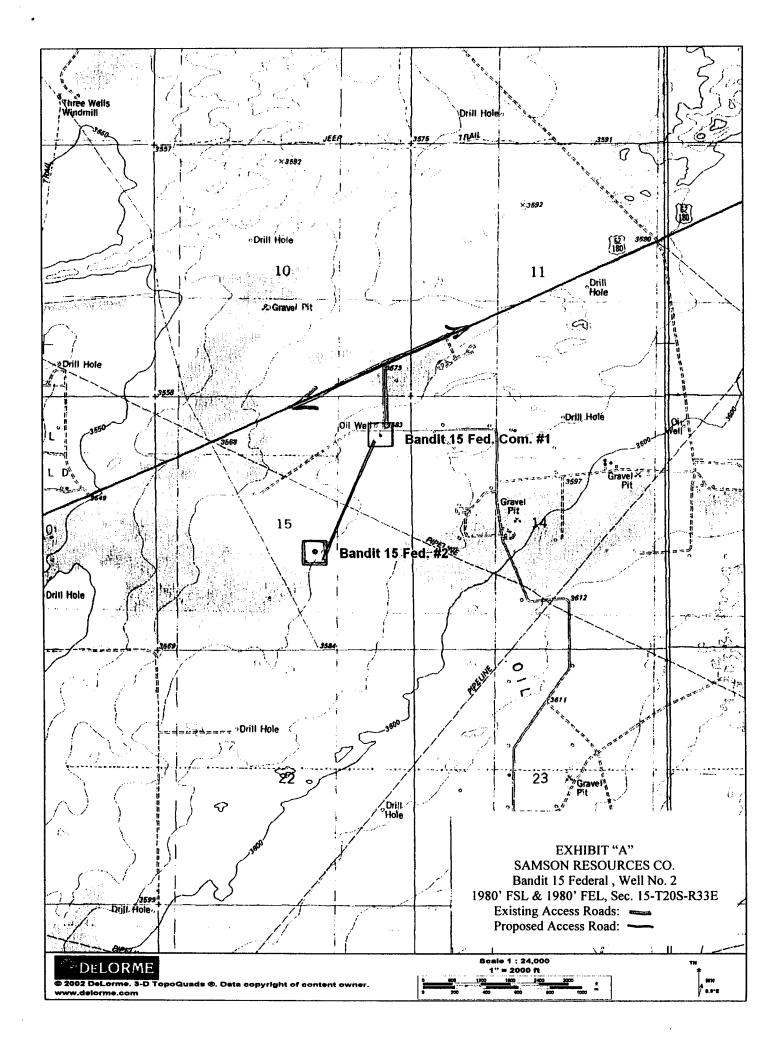
> Billy Goodwin Samson Resources Samson Plaza-Two West Second St. Tulsa, OK 74103-3103 Office Phone: (918) 591-1822

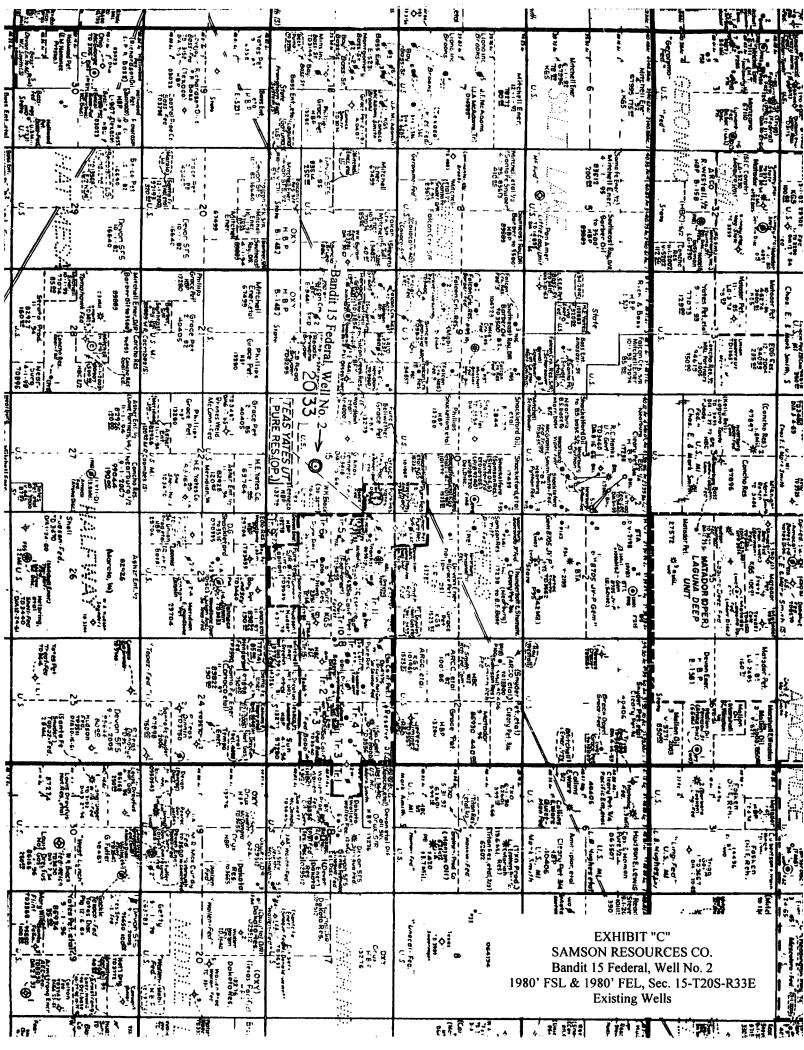
13. CERTIFICATION:

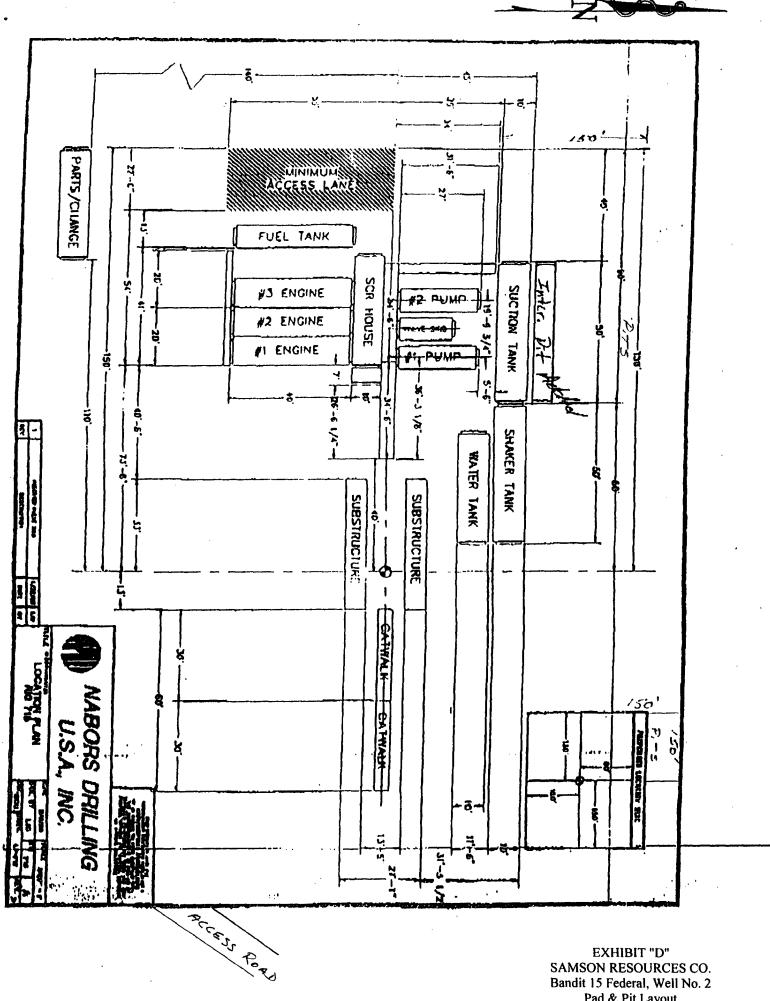
I hereby certify that I have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in the plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Samson Resources and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

January 15, 2004

Agent for: Samson Resources







SAMSON RESOURCES CO. Bandit 15 Federal, Well No. 2 Pad & Pit Layout

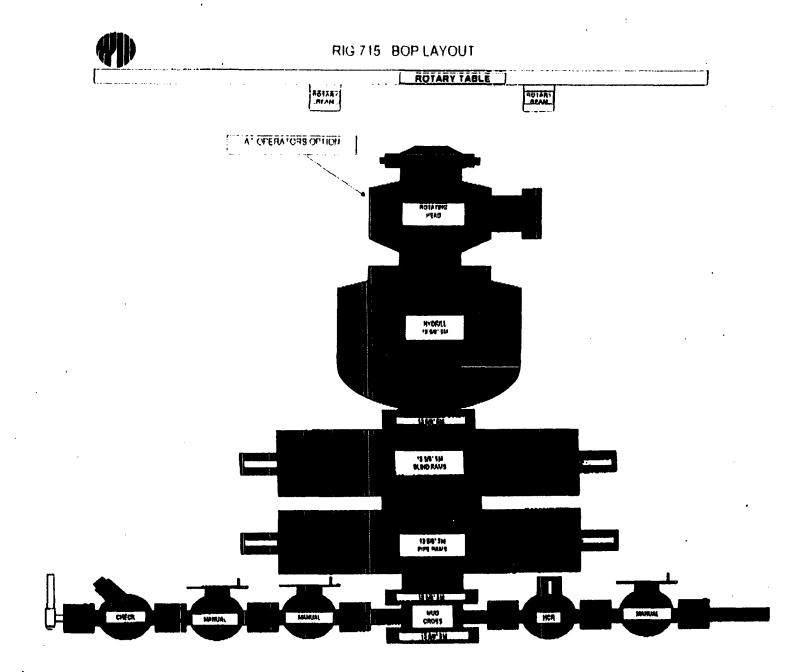


EXHIBIT "E"

SAMSON RESOURCES CO.

Bandit 15 Federal, Well No. 2

BOP Specifications

