Form 3160-5 (April2004)

UNITEDSTATES

FORMAPPROVED OM B No 1004-0137

D	EFARTMENT OF IT	EINTERIOR	QCD Artesia	Expir	es' March 31, 2007
	UREAU OF LAND MA)	5. Lease Serial No)
	NOTICES AND RE			C ICL I'm Allen	1981 maki
	s form for proposals II. Use Form 3160 - 3			6. If indian, Allott	RECEIVE
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/. NM88491X	Agreement, Nem Zan 2/2010
I. Type of Well X Oil Well Gas Well Other				8. Well Name and	NMOCD ARTES
2. Name of Operator			,	8. Well Name and PDU #206	NO.
St. Mary Land & Exploration Co.				9. API Well No.	
3a. Address 3b. PhoneNo. (include area code)				30-015-34128	
3300 N. A Street, Bldg. 7, Ste. 200 Midland, TX 797(\$32)688-1789				10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				Parkway; Delaware 11. County or Parish, State	
Sec. 35 - T-19S-R29E 1000' FNL & 2452 FEL (UL:B)				Eddy Co.	
				New Mexico	
12. CHECK AP	PROPRIATE BOX(ES)T	O INDICATE NATU	JRE OF NOTICE, R	EPORT, OR OTH	IER DATA
TYPE OF SUBMISSION TYPE OF ACTION					
[37]	Acidize	Deepen	Production (Sta	art/Resume) U	Vater Shut-Off
X Notice of Intent	AlterCasing	FractureTreat	Reclamation	□ v	Vell Integrity
Subsequent Report	Casing Repair	New Construction			Other
Final Abandonment Notice	Change Plans	Plug and Abandor			
I mai Abandonment Notice	X Convert to Injection	L Plug Back	Water Disposal		
13. Describe Proposed or Complete If the proposal is to deepen direc Attach the Bond under which th following completion of the invo- testing has been completed. Find determined that the site is ready Application for Injection s Proposed Procedure:	ctionally or recomplete horizonine work will be performed or proloved operations. If the operational Abandonment Notices shall be for final inspection.)	tally, give subsurface loca ovide the Bond No. on fi on results in a multiple co be filed only after all requ	ntions and measured and t ile with BLM/BIA. Requ Impletion or recompletion	rue vertical depths of a ired subsequent report in a new interval, a Fountaion, have been con	all pertinent markers and zones ts shall be filed within 30 days orm 3160-4 shall be filed once
•		APPROV	AL DI BIII		
 Clean out to PBTD @ Acidize exisiting perfs v Perforate from 4041', 4 Frac down workstring Set Arrowset 1X (Nick) Notify OCD /BLM for I 	w/3500g 15% NEFE & 4030', 4028', 3963', 3 el Plated) Injection Pl MIT test. Test casing	961', 3958', 3956 kr @3850'.			PPROVED APR 2 8 2010 Myles Kristof
7) Place well on injection	1.	CEE AT	TTACHED FOR	1 1	
Accepted for recor	d &	CONDITIO	NS OF APPROVAL	BUREAL	J OF LAND MANAGEMENT RLSBAD FIELD OFFICE
	mx order len			L CAR	KESBAD FIEED OFFICE
14 I hereby certify that the foregon Name (Printed/Typed)	oing is true and correct	1			
Donna Huddleston		Title	Production Tec	h	
Signature (OM)	Huddlester	Date	03/12/2010		
	THIS SPACE FOR	FEDERAL OR	STATE OFFICE	USE	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 matter within its jurisdiction.

Title

Office

Date

Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon

WELLBORE DIAGRAM PARKWAY DELAWARE UNIT #206

LEASE: PDU

LOCATION: 1000' FNL & 2452' FEL

FIELD: PARKWAY
CURRENT STAT. CASED

CURRENT WELLBORE

TBG 126 jts 2-3/8"J55 TAC at 4095' 4 jts 2-7/8"J55 **WELL NO. 206**

SEC: 35 T: 19S R: 29E GL: 3316' CT/ST: EDDY,NM

13 3/8" 48# J-55 @ 398'

TOPPED W/ 390 SX "C"

THRU 1" IN 5 STAGES

Stage collar @ 1460'

External csg pkr@1496

CIRC 8 SX TO SURFACE

DID NOT CIRC

9 5/8" 32.2# H-40 @ 1505'

TAIL 200 SX "C" 14.8PPG

CIRC 111 SKS TO PIT

CIRC. W/ 280 SX LEAD 11.9PPG

CMT W/ 250 SX LEAD"C"13.5p

TAIL 150 SX "C" 14.8PPG

KB: 3328' DF: 3327'

API#: 30-015-34128

SPUD: 10/31/05 COMP: 11/15/2005

INITIAL FORM:DELAWARE "C"

WELL HISTORY

12/5/05 Run CBL, Perf 4190-4214' 2SPF Perf 4176-4184 1SPF

12/6/05 Acidize w/3200g 15% HCI & Balls, poor ball action 12/8/05 FRAC WITH 596 BBLS CLEAR FRAC 46950 # 16/30

12/9/05 Frac Log, treated 4164-4300'

Brady 19.6 BPM @ 3986 psi

2/7/06 Perf 4120-4124, 4128-4136, 4142-4160 1SPF

2/8/06 Acidize w/3000g 15% HCI

2/21/06 FRAC WITH 570 BBLS CLEAR FRAC 36,320 # 16/30 BRADY 14.7 BPM @ 3054 psi. No frac log run

2/22/06 Washed sand from 4100 to isolation packer, retrieved

9/1/06 Set RBP at 4170', cmt sqz perfs 4120-4160 w/250 sks

9/5/06 Tag cmt at 3910', DO to 4160'. Pull RBP

9/8/06 Tag cmt at 4176', DO to 4269', run to 4400'. Test 500psi

9/11/06 Perf 4210-4214' 5 holes

9/12/06 Set Pkr @ 4170' & acidize perfs w/3000g HCI-saw pressure on backside, perfs communicated

1/22/07 Went down 100' no fill encountered.

5/16/08 Located pin/collar leak @ 195'.

9/19/08 Rod part in 3/4" pin & changed out 1 bad rod

7" 23# J-55 @ 3214'

CMT'D 1ST STAGE 115 SX LEAD 11.9PPG TAIL 150 SX 14.8PPG ALL "C" CMT'D 2ND STAGE 120 SX LEAD 11.8PPG TAIL 75 SX 14.8 ALL "C" CIRC 10 SX TO SURFACE

UPPER DELAWARE "C" PERFS

4120-24 1 SPF 5 HOLES ORANGE (LWR B)

4128-36 1 SPF 9 HOLES BLUE

Squeezed 9/1/06 w/250 sks

LOWER DELAWARE "C" PERFS

4176-4184 1 SPF 9 HOLES YELLOW 4190-4214 2 SPF 49 HOLES ORANGE

4142-4160 1 SPF 19 HOLES GREEN

4210-14 5 holes

4 1/2" 10.5# J-55 @ 4595'

CMT'D W/ 200 SX LEAD & 100 SX TAIL 13.6 PPG ALL CLASS C CIRC 40 SX TO PITS

DATE:10/30/06 PREPARED BY:

PBD 4512 FC TD: 4600°

EWS

PROPOSED WELLBORE DIAGRAM **PARKWAY DELAWARE UNIT #206**

LEASE: PDU

LOCATION: 1000' FNL & 2452' FEL

CURRENT

WELLBORE

FIELD: PARKWAY **CURRENT STAT. CASED** **WELL NO. 206**

T: 19S R: 29E SEC: 35 GL: 3316' CT/ST: EDDY,NM

KB: 3328' DF: 3327' API#: 30-015-34128

SPUD: 10/31/05

COMP: 11/15/2005

INITIAL FORM:DELAWARE "C"

WELL HISTORY

12/5/05 Run CBL, Perf 4190-4214' 2SPF

Perf 4176-4184 1SPF

12/6/05 Acidize w/3200g 15% HCI & Balls, poor ball action

12/8/05 FRAC WITH 596 BBLS CLEAR FRAC 46950 # 16/30

Brady 19.6 BPM @ 3986 psi 12/9/05 Frac Log, treated 4164-4300'

2/7/06 Perf 4120-4124, 4128-4136, 4142-4160 1SPF

2/8/06 Acidize w/3000g 15% HCI

2/21/06 FRAC WITH 570 BBLS CLEAR FRAC 36,320 # 16/30 BRADY 14.7 BPM @ 3054 psi. No frac log run

2/22/06 Washed sand from 4100 to isolation packer, retrieved

9/1/06 Set RBP at 4170', cmt sqz perfs 4120-4160 w/250 sks

9/5/06 Tag cmt at 3910', DO to 4160'. Pull RBP

9/8/06 Tag cmt at 4176', DO to 4269', run to 4400'. Test 500psi

9/11/06 Perf 4210-4214' 5 holes

9/12/06 Set Pkr @ 4170' & acidize perfs w/3000g HCI-saw pressure on backside, perfs communicated

1/22/07 Went down 100' no fill encountered.

5/16/08 Located pin/collar leak @ 195'.

9/19/08 Rod part in 3/4" pin & changed out 1 bad rod

13 3/8" 48# J-55 @ 398' CMT W/ 250 SX LEAD"C"13.5p TAIL 150 SX "C" 14.8PPG **DID NOT CIRC** TOPPED W/ 390 SX "C" **THRU 1" IN 5 STAGES CIRC 8 SX TO SURFACE** Stage collar @ 1460' External csg pkr@1496

9 5/8" 32.2# H-40 @ 1505' CIRC. W/ 280 SX LEAD 11.9PPG TAIL 200 SX "C" 14.8PPG **CIRC 111 SKS TO PIT**

7" 23# J-55 @ 3214'

CMT'D 1ST STAGE 115 SX LEAD 11.9PPG TAIL 150 SX 14.8PPG ALL "C" CMT'D 2ND STAGE 120 SX LEAD 11.8PPG TAIL 75 SX 14.8 ALL "C"

CIRC 10 SX TO SURFACE

4-1/2" X 2-3/8" NICKEL PLATED ARROWSET 1X PACKER @ 3850'

3954, 3956, 3958, 3961, 3963 - 1 SPF 5 TOTAL HOLES 4028, 4030, 4041 - 1 SPF 3 TOTAL HOLES

UPPER DELAWARE "C" PERFS

4120-24 1 SPF 5 HOLES ORANGE (LWR B)

4128-36 1 SPF 9 HOLES BLUE 4142-4160 1 SPF 19 HOLES GREEN Squeezed 9/1/06 w/250 sks

LOWER DELAWARE "C" PERFS

4176-4184 1 SPF 9 HOLES YELLOW 4190-4214 2 SPF 49 HOLES ORANGE

4210-14 5 holes

4 1/2" 10.5# J-55 @ 4595'

CMT'D W/ 200 SX LEAD & 100 SX TAIL 13.6 PPG ALL CLASS C **CIRC 40 SX TO PITS**

DATE:10/30/06 **EWS**

PBD 4512 FC TD: 4600'

TBG 118 jts 2-3/8" J55 IPC (TK-70)

PREPARED BY:

PDU #206 30-015-34128 St. Mary Land & Exploration Co. April 28, 2010 Conditions of Approval

- 1. Surface disturbance beyond the existing pad must have prior approval.
- 2. Closed loop system required.
- 3. Operator to have H2S monitoring equipment on location as H2S has been reported.
- 4. Subsequent sundry required.
- 5. Operator to submit NOI sundries for any future work.
- 6. Operator to submit Unit Plan of Development required on annual basis. Last one submitted was in 2003.

MAK 042810