

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS OGD

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

MAR 07 2013

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

5. Lease Serial No. NMNM10671A5 vnm

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No. NMNM101361X

8. Well Name and No. EAST SHUGART DELAWARE UNIT 029

9. API Well No. 30-025-40870

10. Field and Pool, or Exploratory SHUGART, DELAWARE, EAST 56419 KA

11. County or Parish, and State LEA COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

1/16/13 ? 2/8/13: Ran GR/CNL/CCL from 5372 Ft to surface. Pressure test wellbore, tbg. Head, and frac valve to 4500 psi. charted for 15min. Perf'd 5051-5246 Ft: 30 holes. Stimulate w/ 74 bbls 15% HCL, 1,802 bbls gelled fluid, 91,044 lbs 16/30 mesh and 33,634 lbs 16/30 RCS. MIRU PU cleaned down to PBTD (5456 Ft). TIH w/ 161 jts. 2-7/8 In J-55 tbg and set at 5330 Ft. Set TAC at 5014 Ft. TIH w/ rods and pump and placed well on production.

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #200804 verified by the BLM Well Information System
For SM ENERGY COMPANY, sent to the Carlsbad**

Name (Printed/Typed) VICKIE MARTINEZ

Title ENGINEER TECH II

Signature (Electronic Submission)

Date 03/06/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____	Petroleum Engineer	MAR 21 2013
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.	Office	

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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

MAR 21 2013