Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Office Revised August 1, 2011 Energy, Minerals and Natural Resources District I - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 30-015-26012 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name PARKWAY DELAWARE UNIT (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 801 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator SM ENERGY COMPANY 9. OGRID Number 154903 3. Address of Operator 3300 N "A" ST BLDG 7-200 10. Pool name or Wildcat MIDLAND, TX 79705 PARKWAY: DELAWARE 4. Well Location Unit Letter P feet from the EAST : 660 feet from the SOUTH line and 810 line Section 35 Township 19S Range 29E **NMPM** County EDDY 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ COMMENCE DRILLING OPNS. P AND A **TEMPORARILY ABANDON** П **CHANGE PLANS** \mathbf{X} П CASING/CEMENT JOB PULL OR ALTER CASING MULTIPLE COMPL DOWNHOLE COMMINGLE OTHER: OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. ISOLATE WELL. REMOVE PUMPING UNIT TO REPAIR SURFACE CASING. ONCE AREA IS CLEAR, WE WILL DIG AROUND THE WELLHEAD UNTIL WE REACH USEABLE PIPE. AT THAT POINT, WE WILL CUT OFF CORRODED PIPE AND WILL RE-WELD NEW SURFACE CASING AND WELLHEAD INTO PLACE. RECEIVED ~ Sederal Stell ~ DEC **27** 2011 NMOCD ARTESIA Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE ENGINEER TECH II DATE 12/21/2011 E-mail address: VMARTINEZ@SM-ENERGY.CPMONE: (432)688-1709 Type or print name VICKIE For State Use Only

FOR RECORD