

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Artesia

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

**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.*

5. Lease Serial No.  
NMNM54865

6. If Indian, Allottee or Tribe Name

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

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
PARKWAY 35 FEDERAL COM 3H

2. Name of Operator  
SM ENERGY COMPANY  
Contact: VICKIE MARTINEZ  
E-Mail: VMARTINEZ@SM-ENERGY.COM

9. API Well No.  
30-015-40734

3a. Address  
3300 N "A" STREET BLDG 7-200  
MIDLAND, TX 79705

3b. Phone No. (include area code)  
Ph: 432-688-1709  
Fx: 432-688-1701

10. Field and Pool, or Exploratory  
PARKWAY BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 35 T19S R29E 2090FSL 330FWL

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

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

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |  |
|--|---|---|--|--|
| <input checked="" 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 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<br>Site Facility Diagram/Security Plan |
|  | <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 recomplete 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 recompletion 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.)

PURSUIT TO ONSHORE OIL AND GAS ORDER NO 3, SITE SECURITY, SM ENERGY COMPANY IS SUBMITTING THIS UPDATED SITE SECURITY DIAGRAM FOR THE PARKWAY 35 FEDERAL COM 3H BATTERY PER YOUR REQUEST ON ETF 193657 DATED 2/1/13 AND AS PER SECTION F - SELF INSPECTION, TO PROVIDE A CURRENT DIAGRAM THAT ASSURES THERE IS COMPLIANCE WITH THE MINIMUM SITE SECURITY REQUIREMENTS. IN ADDITION TO THE SUBMITTAL TO THE AUTHORIZED OFFICER, A COPY OF THIS DOCUMENT WILL BE KEPT AT SM ENERGY'S OFFICE IN MIDLAND, TX AND IS AVAILABLE UPON REQUEST DURING THE WORKING HOURS OF 8 AM - 5 PM, MONDAY THROUGH FRIDAY.

**RECEIVED**  
JUL 25 2013  
NMOCD ARTESIA

**Accepted for Record Purposes.  
Approval Subject to Onsite Inspections.**

14. I hereby certify that the foregoing is true and correct.  
**Electronic Submission #208207 verified by the BLM Well Information System For SM ENERGY COMPANY, sent to the Carlsbad Committed to AFMSS for processing by JOHNNY DICKERSON on 05/24/2013 ()**

Name (Printed/Typed) VICKIE MARTINEZ Title ENGINEER TECH II

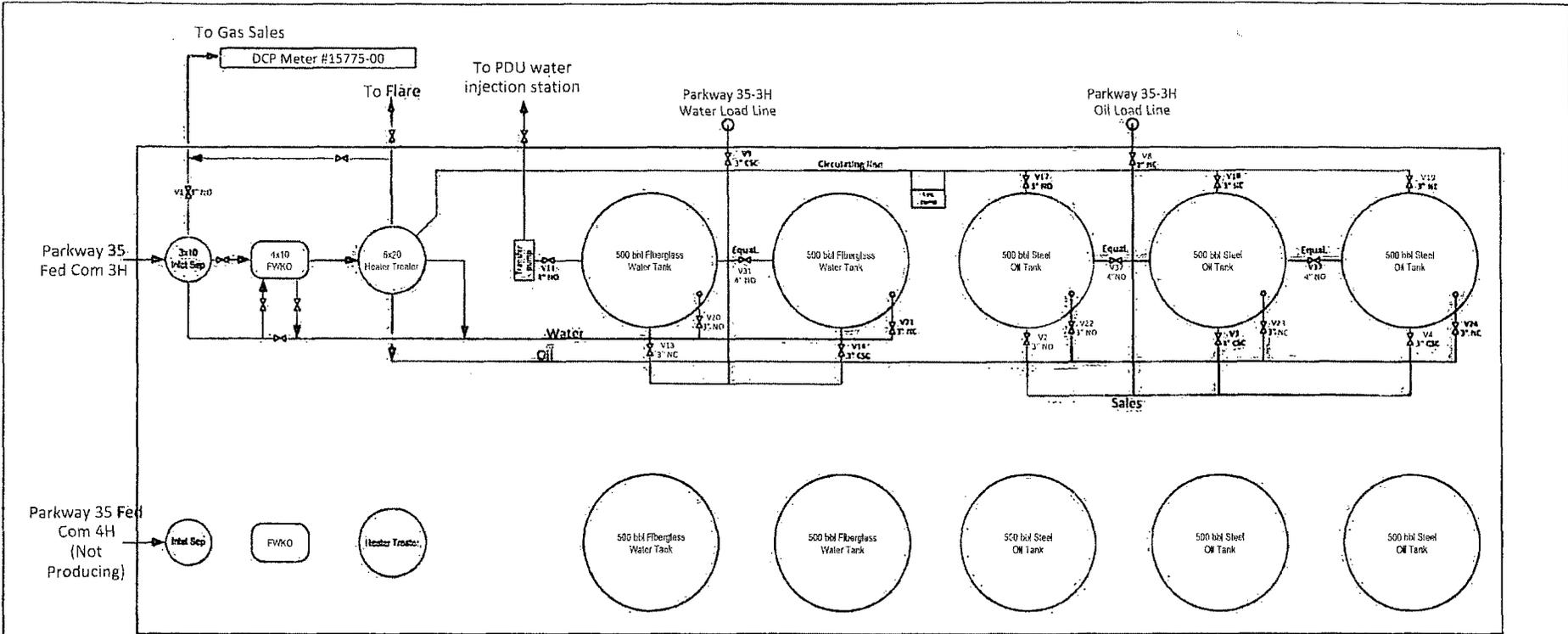
Signature (Electronic Submission) Date 05/21/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By *George Blakely*  
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.

**ACCEPTED FOR RECORD**  
JUL 23 2013  
BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD 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.



General sealing of valves, sales by tank gauging.

Production Phase: All drain valves, V11 thru V22, and all sales valves, V1 thru V10, sealed closed.

Sales Phase: The tank from which sales are being made will be isolated by sealing closed the drain valve, and the equalizer valves during sales.

Draining Phase: The tank being drained will be isolated by sealing close the sales valve, fill valve, equalizer valves, and the drain valves on the other tanks.

**VALVE SERVICE**  
 SALES:..... V1 thru V10  
 CIRC&DRAIN: V11 thru V22  
 FILL:..... V25 thru V35  
 EQUAL:..... V36 thru V41

|   |   |
|---|---|
|  | <b>SM Energy</b><br>3300 N. A Street<br>Bldg. 7, Suite 200<br>Midland, TX 79705   |
|   | <b>SITE SECURITY DIAGRAM</b><br>SEC-35 T195 R29E<br>PARKWAY 35 FEDERAL COM BATTERY<br>EDDY COUNTY, NEW MEXICO<br>API 3001540734 |
| Scale:<br>None  | Design Engineer:<br>Kevin Hinshaw   |
| DATE:<br>12/20/2012   | PAGE:<br>1 of 1   |