

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM67102
2. Name of Operator SM ENERGY COMPANY		6. If Indian, Allottee or Tribe Name
Contact: VICKIE MARTINEZ E-Mail: VMARTINEZ@SM-ENERGY.COM		7. If Unit or CA/Agreement, Name and/or No. NMNM131078
3a. Address 3300 N A ST BLDG 7 STE 200 MIDLAND, TX 79705	3b. Phone No. (include area code) Ph: 432-688-1709 Fx: 432-688-1701	8. Well Name and No. PARKWAY 35 FEDERAL COM 4H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 35 T19S R29E SWSW 450FSL 330FWL		9. API Well No. 30-015-39839-00-S1
		10. Field and Pool, or Exploratory PARKWAY
		11. County or Parish, and State EDDY COUNTY, NM

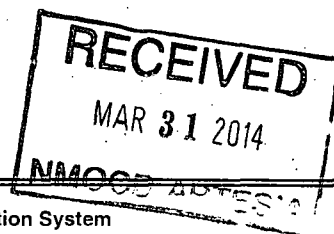
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 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 recompleat 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 recompleat 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 (ATTACHED) FOR THE PARKWAY 35 FEDERAL COM 4H BATTERY, 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.

4/8/14
Accepted for Record
LEASCO

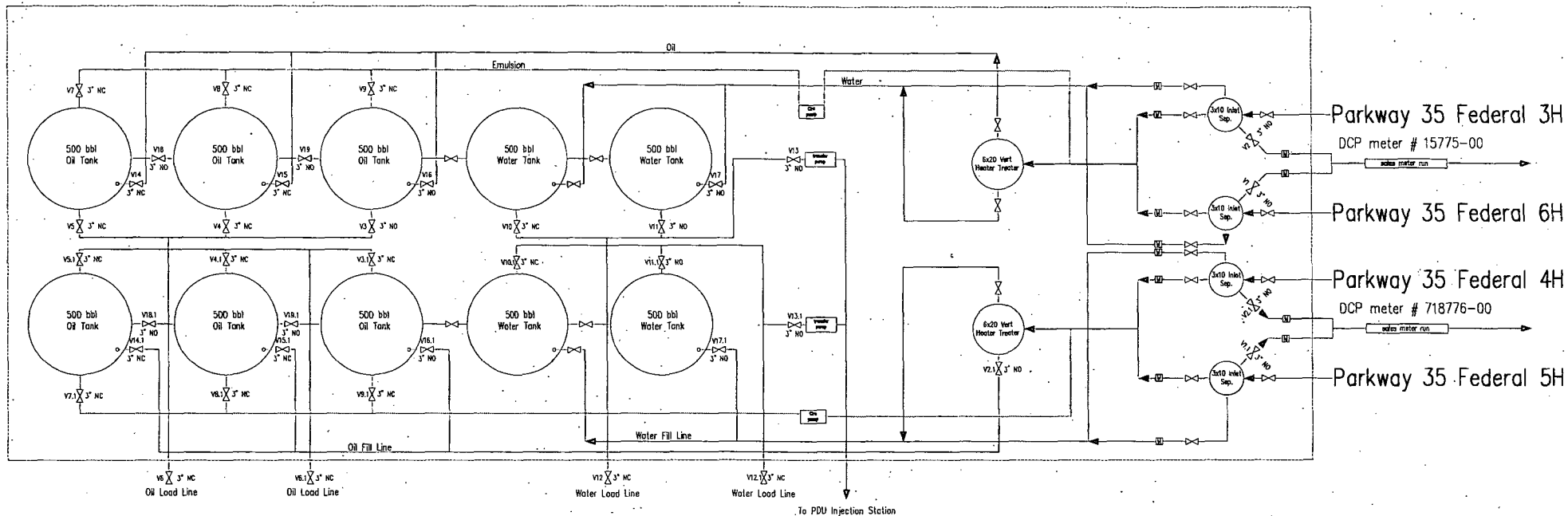


14. I hereby certify that the foregoing is true and correct. Electronic Submission #233834 verified by the BLM Well Information System For SM ENERGY COMPANY, sent to the Carlsbad Committed to AFMSS for processing by JENNIFER MASON on 03/17/2014 (14JLD1555SE)	
Name (Printed/Typed) VICKIE MARTINEZ	Title ENGINEER TECH II
Signature (Electronic Submission)	Date 01/30/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____	Title EPS	Date 3/24/14
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 CFO	

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, V7 thru V13 & V7.1 thru V13.1, and all sales valves, V1 thru V6 & V1.1 thru V6.1, 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 V6 & V1.1 thru V6.1
CIRC&DRAIN:.....V7 thru V13 & V7.1 thru V13.1
FILL:.....V14 thru V17 & V14.1 thru V17.1
EQU:.....V18 thru V19 & V18.1 thru V19.1

SM ENERGY SM Energy
3300 N. A Street
Bldg. 7, Suite 200
Midland, TX 79705

SITE SECURITY DIAGRAM

SEC 35 T195 R29E
PARKWAY 35 FED 3H & PARKWAY 35 FED 6H
EDDY COUNTY, NEW MEXICO
API 3001540734 & 3001541646
Lease Serial No.
NMNM54865
DATE: 1/14/2014 Design Engineer: Kevin Hinshaw