

NM OIL CONSERVATION
 UNITED STATES DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT
 NMOC DISTRICT
 Artesia NOV 18 2015
RECEIVED

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.
STATE

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM88491X

8. Well Name and No.
PARKWAY DELAWARE UNIT 101

9. API Well No.
30-015-26112-00-S1

10. Field and Pool, or Exploratory
PARKWAY

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 SM ENERGY COMPANY
 Contact: LISA HUNT
 E-Mail: lhunt@sm-energy.com

3a. Address
 6301 HOLIDAY HILL ROAD, BLDG 1
 MIDLAND, TX 79707

3b. Phone No. (include area code)
 Ph: 432-848-4833
 Fx: 432-688-1701

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 Sec 26 T19S R29E SWSE 330FSL 1980FEL

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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Venting and/or Flaring
	<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.)

SM Energy is expecting to flare due to DCP completing work at the gas plant. Metered volumes will be submitted on the C-115 form. Expected flare dates are 11/10/15 - 11/12/15 approx. 160 mcf per day.

Please see list below of all wells impacted with the one submitted:

- PARKWAY DELAWARE UNIT #201 C-35-19S-29E 30-015-26063 990 FNL & 2310 FWL Eddy
- PARKWAY DELAWARE UNIT #202 B-35-19S-29E 30-015-26083 990 FNL & 1980 FEL Eddy
- PARKWAY DELAWARE UNIT #203 A-35-19S-29E 30-015-26079 890 FNL & 990 FEL Eddy
- PARKWAY DELAWARE UNIT #204 D-35-19S-29E 30-015-26143 890 FNL & 940 FWL Eddy PARKWAY DELAWARE UNIT #208 H-35-19S-29E 30-015-34433 1438 FNL & 969 FEL Eddy
- PARKWAY DELAWARE UNIT #401 F-35-19S-29E 30-015-25985 1980 FNL & 1980 FWL Eddy
- PARKWAY DELAWARE UNIT #301 G-35-19S-29E 30-015-26005 1980 FNL & 1980 FEL Eddy

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

Accepted for record
11/20/15
NMOC

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

**Electronic Submission #323240 verified by the BLM Well Information System
 For SM ENERGY COMPANY, sent to the Carlsbad
 Committed to AFMSS for processing by JENNIFER SANCHEZ on 11/12/2015 (160AS1089SE)**

Name (Printed/Typed) LISA HUNT Title REGULATORY TECHNICIAN

Signature (Electronic Submission) Date 11/11/2015

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____ Title _____ 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.

Office _____

[Handwritten signatures and stamps, including "NOV 12 2015" and "BLM 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.

Additional data for EC transaction #323240 that would not fit on the form

32. Additional remarks, continued

PARKWAY DELAWARE UNIT #302 E-35-19S-29E 30-015-26006 2230 FNL & 760 FWL Eddy
PARKWAY DELAWARE UNIT #305 G-35-19S-29E 30-015-33071 2000 FNL & 1564 FEL Eddy
PARKWAY DELAWARE UNIT #307Y G-35-19S-29E 30-015-33997 1500 FNL & 2060 FEL Eddy
PARKWAY DELAWARE UNIT #402 F-35-19S-29E 30-015-34129 1437 FNL & 1986 FWL Eddy
PARKWAY DELAWARE UNIT #501 J-35-19S-29E 30-015-25960 1980 FSL & 1980 FEL Eddy
PARKWAY DELAWARE UNIT #502 K-35-19S-29E 30-015-25984 1980 FSL & 1980 FWL Eddy
PARKWAY DELAWARE UNIT #503 O-35-19S-29E 30-015-26007 660 FSL & 1910 FEL Eddy
PARKWAY DELAWARE UNIT #504 N-35-19S-29E 30-015-26028 660 FSL & 1980 FWL Eddy
PARKWAY DELAWARE UNIT #505 L-35-19S-29E 30-015-26029 1980 FSL & 760 FWL Eddy
PARKWAY DELAWARE UNIT #510 J-35-19S-29E 30-015-33072 1870 FSL & 1480 FEL Eddy
PARKWAY DELAWARE UNIT #511 J-35-19S-29E 30-015-33073 2570 FSL & 2225 FEL Eddy
PARKWAY DELAWARE UNIT #512 K-35-19S-29E 30-015-33998 2615 FSL & 1945 FWL Eddy
PARKWAY DELAWARE UNIT #514 O-35-19S-29E 30-015-34130 1210 FSL & 2065 FEL Eddy
PARKWAY DELAWARE UNIT #515 K-35-19S-29E 30-015-34407 1300 FSL & 1675 FWL Eddy
PARKWAY DELAWARE UNIT #701 I-35-19S-29E 30-015-26025 1980 FSL & 990 FEL Eddy
PARKWAY DELAWARE UNIT #702 H-35-19S-29E 30-015-26026 1980 FNL & 990 FEL Eddy
PARKWAY DELAWARE UNIT #705 H-35-19S-29E 30-015-33136 2520 FNL & 990 FEL Eddy
PARKWAY DELAWARE UNIT #801 P-35-19S-29E 30-015-26012 660 FSL & 810 FEL Eddy
PARKWAY DELAWARE UNIT #901 E-36-19S-29E 30-015-26077 1980 FNL & 330 FWL Eddy
PARKWAY DELAWARE UNIT #902 D-36-19S-29E 30-015-26078 660 FNL & 330 FWL Eddy
PARKWAY DELAWARE UNIT #921 L-36-19S-29E 30-015-26070 1980 FSL & 330 FWL Eddy
PARKWAY DELAWARE UNIT #922 M-36-19S-29E 30-015-26074 990 FSL & 330 FWL Eddy
PARKWAY DELAWARE UNIT #923 K-36-19S-29E 30-015-26075 1980 FSL & 1650 FWL Eddy

Flaring Conditions of Approval

1. Report all volumes on OGOR B as disposition code 08.
2. Comply with NTL-4A requirements
3. Subject to like approval from NMOCD
4. Flared volumes will still require payment of royalties
5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
6. This approval does not authorize any additional surface disturbance.
7. Submit updated facility diagram as per Onshore Order #3.
8. Approval not to exceed 90 days from date requested on sundry.
9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
10. If flaring is still required past 90 days submit new request for approval.
11. If a portable unit is used to flare gas it must be monitored at all times.
12. Comply with any restrictions or regulations when on State or Fee surface.

JAM 111215