

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural
Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
August 1, 2011

Permit 166630

SUNDRY NOTICES AND REPORTS ON WELLS (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.)		WELL API NUMBER 30-015-39236
1. Type of Well: O		5. Indicate Type of Lease S
2. Name of Operator SM ENERGY COMPANY		6. State Oil & Gas Lease No.
3. Address of Operator 3300 N. A Street Bldg. #7, Suite 200, Midland, TX 79705		7. Lease Name or Unit Agreement Name PARKWAY 36 STATE
4. Well Location Unit Letter <u>L</u> : <u>1750</u> feet from the <u>S</u> line and <u>330</u> feet from the <u>W</u> line Section <u>36</u> Township <u>19S</u> Range <u>29E</u> NMPM <u>Eddy</u> County		8. Well Number 003H
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3334 GR		9. OGRID Number 154903
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE OF PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> Other: _____	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTER CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> Other: <u>Drilling/Cement</u> <input checked="" type="checkbox"/>

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

5/25/13 RIG RELEASE
5/15/2013 TESTED CSG TO 1500# FOR 30 MINUTES. HELD OK. DRILLED OUT WITH 6-1/8" BIT.
5/7/2013 TESTED CSG TO 1500# FOR 30 MINUTES. HELD OK. DRILLED OUT WITH 8-3/4" BIT.
5/1/2013 TESTED CSG TO 1250# FOR 30 MINUTES. HELD OK. DRILLED OUT WITH 12-1/4" BIT.
4/22/2013 SPUD WELL @ 16:30 4/22/2013 Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
04/23/13	Surf	FreshWater	26	20	94	J-55	120	370	825	1.35	C				Y
04/23/13	Surf	FreshWater	26	20	94	J-55	120	370	50	1.35	C				Y
04/23/13	Surf	FreshWater	26	20	94	J-55	120	370	50	1.35	C				Y
04/23/13	Surf	FreshWater	26	20	94	J-55	79	370	50	1.35	C				Y
04/23/13	Surf	FreshWater	26	20	94	J-55	0	370	122	1.35	C				Y
04/30/13	Int1	FreshWater	17.5	13.375	54.5	J-55	0	1518	1100	2.1	C				Y
04/30/13	Int1	FreshWater	17.5	13.375	54.5	J-55	0	1518	400	1.35	C				Y
05/06/13	Int2	FreshWater	12.25	9.625	36	J-55	3325	3525	400	2.16	H				Y
05/06/13	Int2	FreshWater	12.25	9.625	36	J-55	1660	3525	200	1.33	H				Y
05/06/13	Int2	FreshWater	12.25	9.625	36	J-55	0	3525	400	2.16	H				Y
05/14/13	Int3	FreshWater	8.75	7	26	J-55	7125	8634	400	1.21	H				Y
05/14/13	Int3	FreshWater	8.75	7	26	J-55	0	8634	725	2.06	H				Y
05/23/13	Liner1	FreshWater	6.125	4.5	11.6	P-110	0	12587	0						

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed DONNA HUDDLESTON TITLE PRODUCTION ANALYST DATE 5/30/2013

Type or print name DONNA HUDDLESTON E-mail address dhuddleston@stmaryland.com Telephone No. 432-688-1789

For State Use Only:
APPROVED BY: Randy Dade TITLE District Supervisor DATE 6/2/2013 7:14:07 AM