OCD-ARTESIA

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM	APPROVED
OMB N	o. 1004-0137
Expires	July 31, 2010

5. Lease Serial No.

J. Ecase Serial 140.	
6. If Indian, Allottee or Tribe Name	

SUNDRY NOTICES AND REPORTS O Do not use this form for proposals to drill of abandoned well. Use Form 3160-3 (APD) for	6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE – Other instruction	7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well Gas Well Other	NMNM101361X 8 Well Name and No. REFER TO ATTACHED LIST		
2. Name of Operator SM ENERGY COMPANY		9 API Well No.	
	e No. (include area code)	10 Field and Pool or Exploratory Area	
3300 N "A" ST, BLDG 7-200, MIDLAND, TX 79705 (4 4. Location of Well (Footage, Sec., T. R. M., or Survey Description)	32)688-1709	REFER-TO ATTACHED LIST 11. Country or Parish, State	
12 CHECK THE APPROPRIATE BOX(ES) TO	INDICATE NATURE OF NO	TICE, REPORT OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF A	CTION	
Notice of Intent Alter Casing	Fracture Treat R	roduction (Start/Resume) Water Shut-Off Well Integrity Lecomplete Wother OPERATOR NAME	
		emporarily Abandon CHANGE Vater Disposal	
Attach the Bond under which the work will be performed or provide the B following completion of the involved operations. If the operation results i testing has been completed. Final Abandonment Notices must be filed on determined that the site is ready for final inspection.) OPERATOR NAME CHANGE - EFFECTIVE JUNE 1, 2 FROM: ST MARY LAND & EXPLORATION COMPANY TO: SM ENERGY COMPANY ACCEPTS ALL APPLICABLE RESTRICTIONS CONCERNING OPERATIONS CONCERNING OPERATIONS CONCERNING AS BELOW AND ON ATTACHED DOCUMENTATION NEW BOND # NMB000805 LIST OF LEASES/FORMATIONS/LOCATIONS ATTACKED FOR CONDITIONS OF APPROVAL	n a multiple completion or recolly after all requirements, including 2010 Y E TERMS, CONDITION OUCTED ON THE LEA	ompletion in a new interval, a Form 3160-4 must be filed once ing reclamation, have been completed and the operator has accepted for record NMOCD	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)		CARLSBAD FIELD OFFICE	
VICKIE MARTINEZ	Title ENGINEER	тесн п	
Signature V CUUL MATTING	Date 08/29/2011		
THIS SPACE FOR FE	EDERAL OR STATE C	OFFICE USE	
Approved by Conditions of approval, if any, are attached Approval of this notice does not warrar that the applicant holds legal or equitable title to those rights in the subject lease whi entitle the applicant to conduct operations thereon. Title 18 U S C Section 1001 and Title 43 U S C. Section 1212, make it a crime for a fictitious or fraudulent statements or representations as to any matter within its juris	Title nt or certify ich would Office	Date = 2 1 9 2011	
Title 18 U S C Section 1001 and Title 43 U S C. Section 1212, make it a crime for a fictitious or fraudulent statements or representations as to any matter within its juris	any person knowingly and willful diction.	Ily to make to any department of the United States any false,	

(Instructions on page 2)

Lease Name	UL:Sec:Township:Range	API Number	Location	Formations	Lease/Agreement No.	County
ESDU #001	O-13-18S-31E	30-015-25741	430 FSL & 1650 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #002	P-13-18S-31E	30-015-25847	330 FSL & 330 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #003	4-18-18S-32E	30-025-29695	330 FSL & 330 FWL	SHUGART;DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #004	B-24-18S-31E	30-015-25546	765 FNL & 1980 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #005	B-24-18S-31E	30-015-26022	790 FNL & 1650 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #006	A-24-18S-31E	30-015-25385	890 FNL & 990 FEL	SHUGART;DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #007	1-19-18S-32E	30-025-29887	760 FNL & 330 FWL	SHUGART; DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #008	C-19-18S-32E	30-025-29978	660 FNL & 1650 FWL	SHUGART; DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #009	G-24-18S-31E	30-015-25723	1730 FNL & 1650 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #010	H-24-18S-31E	30-015-25457	1650 FNL & 990 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #011	2-19-18S-32E	30-025-29940	1700 FNL & 330 FWL	SHUGART; DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #012	F-19-18S-32E	30-025-29939	1650 FNL & 1650 FWL	SHUGART; DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #013	J-24-18S-31E	30-015-25734	2310 FSL & 1650 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #014	I-24-18S-31E	30-015-25652	2310 FSL & 990 FEL	SHUGART;DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #015	3-19-18S-32E	30-025-30187	2310 FSL & 660 FWL	SHUGART;DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #016	K-19-18S-32E	30-025-30111	2310 FSL & 1650 FWL	SHUGART; DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #017	A-24-18S-31E	30-015-33841	475 FNL & 50 FEL	SHUGART DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #018	1-19-18S-32E	30-025-37368	200 FNL & 1025 FWL	SHUGART DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #019	G-24-18S-31E	30-015-33842	1430 FNL & 1425 FEL	SHUGART DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #020	A-24-18S-31E	30-015-31350	1240 FNL & 300 FEL	SHUGART DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #021	2-19-18S-32E	30-025-37036	1425 FNL & 1000 FWL	SHUGART;DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #022	G-24-18S-31E	30-015-34292	2550 FNL & 1360 FEL	SHUGART DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #023	H-24-18S-31E	30-015-33843	2325 FNL & 275 FEL	SHUGART; DELAWARE, EAST	NMNM101361X	EDDY COUNTY
ESDU #024	2-19-18S-32E	30-025-37418	2125 FNL & 1100 FWL	SHUGART DELAWARE, EAST	NMNM101361X	LEA COUNTY
ESDU #025	A-24-18S-31E	30-015-34212	250 FNL & 1125 FEL	SHUGART DELAWARE, EAST	NMNM101361X	EDDY COUNTY

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval Change of Operator

SM Energy Company

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 8. Subject to like approval by NMOCD.