

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  
NMNM90807

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 ☐ Other8 Well Name and No  
OSAGE 34 FEDERAL COM 3H

2. Name of Operator

SM ENERGY COMPANY

Contact: VICKIE MARTINEZ

E-Mail: VMARTINEZ@SM-ENERGY.COM

9 API Well No  
30-015-39785

3a Address

3300 N "A" STREET BLDG 7-200  
MIDLAND, TX 79705

3b. Phone No (include area code)

Ph: 432-688-1709  
Fx: 432-688-170110 Field and Pool, or Exploratory  
PARKWAY BONE SPRING

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 34 T19S R29E 1880FSL 330FWL

11 County or Parish, and State

EDDY COUNTY COUNTY, NM

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

## TYPE OF SUBMISSION

## TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other  
Change to Original A  
PD

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.)

SM ENERGY REQUESTS A VARIANCE TO BE GRANTED TO USE 2,000 PSI HAMMER UNIONS ON THE 8" STEEL LINE RUNNING FROM THE MUD GAS SEPARATOR TO FLARE. HAMMER UNIONS ALLOW FOR THE ANGLE OF THE FLARE LINE TO BE ADJUSTED EASILY. THE FLARE IS OPEN TO ATMOSPHERE THEREFORE WILL NOT BE SUBJECT TO WELL Bore PRESSURE. THE FLARE WILL BE INSPECTED DAILY FOR DEBRIS. IF DEBRIS IS FOUND IT WILL BE REMOVED PROMPTLY. ATTACHED IS A PHOTO OF THE LINE IN QUESTION.

Accepted for record  
NMOCD

5/23/2012

14 I hereby certify that the foregoing is true and correct

Electronic Submission #137462 verified by the BLM Well Information System  
For SM ENERGY COMPANY, sent to the Carlsbad  
Committed to AFMSS for processing by KURT SIMMONS on 05/14/2012 ()

Name (Printed/Typed) VICKIE MARTINEZ

Title ENGINEER TECH II

Signature (Electronic Submission)

Date 05/10/2012

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

LPET

Date

5/17/12

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.

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***