

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

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. NMNM106714
2. Name of Operator SM ENERGY		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. NMNM101361X
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. ESDU 35
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 24 T18S R31E NWNE 150FNL 1625FEL 32.442376 N Lat, 103.491092 W Lon		9. API Well No. 30-015-41616-00-X1
		10. Field and Pool, or Exploratory SHUGART
		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 Drilling Operations
	<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 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.)

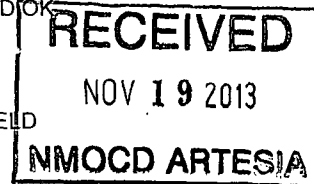
9/20/13 SPUD WELL @ 06:00

9/21/13 TD'ED 12 1/4" HOLE; RAN 8 5/8" 24# J-55 CSG; SET @ 1027 FT; CMT W/536 SX CLASS C (LEAD) 13.5 PPG, 1.78 YIELD & 270 SX CLASS C (TAIL) 14.8 PPG, 1.34 YIELD & CIRC CMT TO SURFACE

9/22/13 TESTED BOPE 3000# & ANNULAR TO 1500#. TESTED CASING TO 1500# FOR 30 MINUTES. HELD OK CHARTS ATTACHED.

9/26/13 TD'ED 7 7/8" HOLE

9/27/13 RAN 5 ?? 15.50# J-55 CSG; SET @ 5,512 FT; CMT W/600 SX 50/50 POZM (LEAD) 12 PPG, 1.97 YIELD & 280 SX CLASS C (TAIL) 13.2 PPG, 1.35 YIELD & CIRC 186 SX CMT TO SURFACE



14. I hereby certify that the foregoing is true and correct. Electronic Submission #224322 verified by the BLM Well Information System For SM ENERGY, sent to the Carlsbad Committed to AFMSS for processing by JUNE CARRASCO on 10/26/2013 (14JNC0172SE)	
Name (Printed/Typed) VICKIE MARTINEZ	Title ENGINEER TECH II
Signature (Electronic Submission)	Date 10/24/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	JAMES A AMOS Title SUPERVISOR EPS	Date 11/17/2013
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 Carlsbad

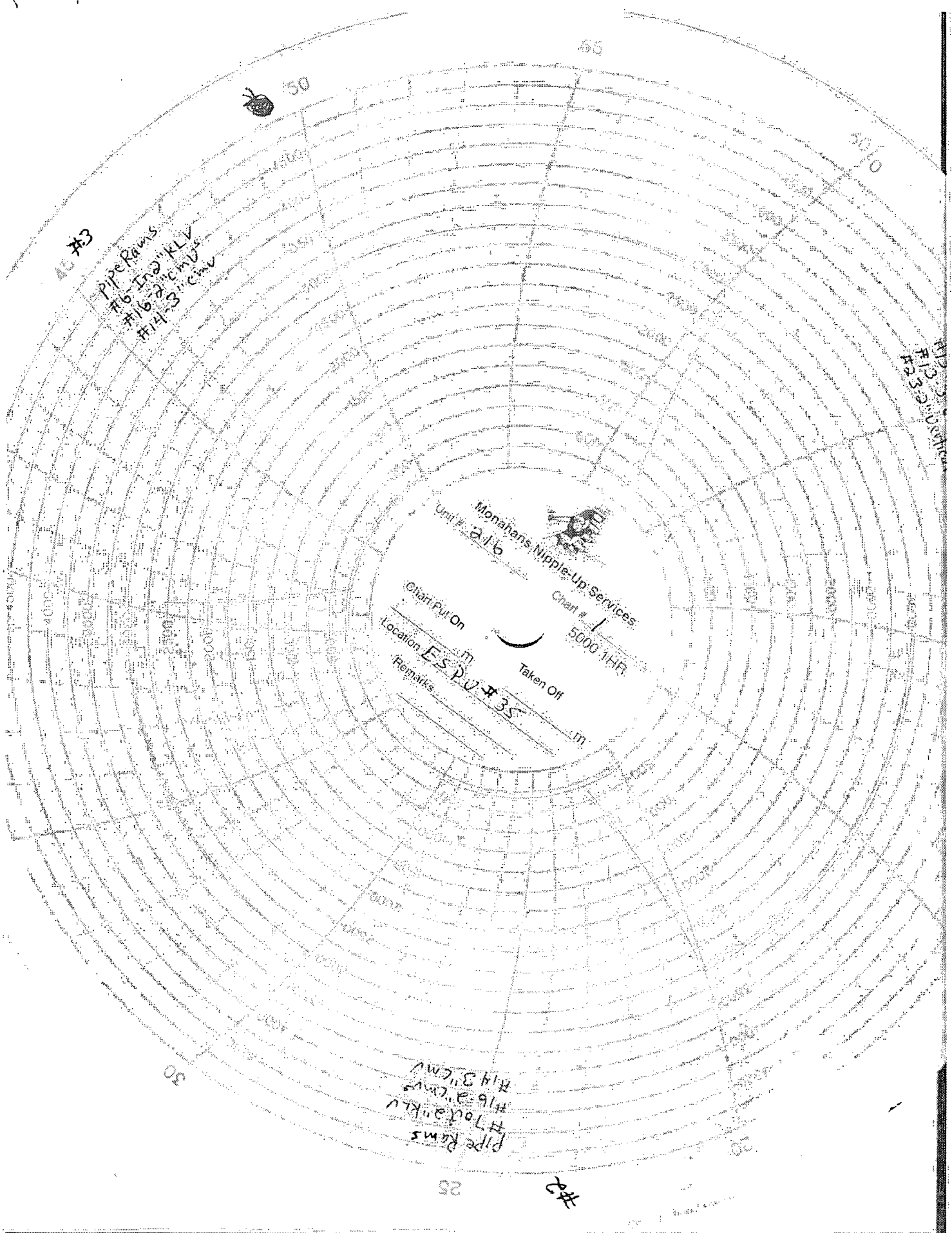
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #224322 that would not fit on the form

32. Additional remarks, continued

9/28/13 RIG RELEASE @ 06:00

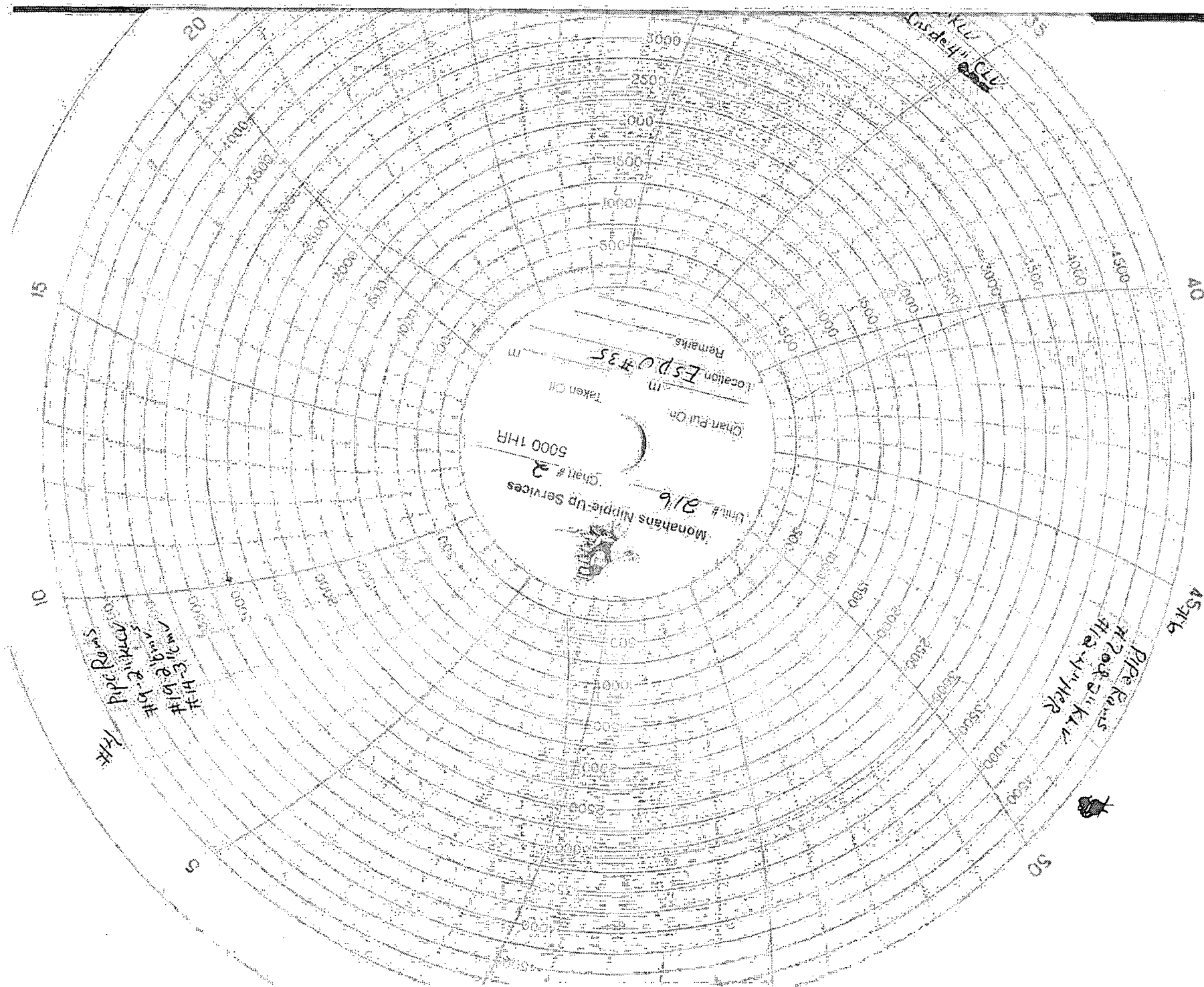


#3
Pipe Rains
#16 In. KLV
#14.3" CMV

#2
#16 In. KLV
#14.3" CMV

Monahan's Nipple-Up Services
Unit # 2-16
Chart # 1
5000 IHR
Chart Put On
Location ESPU # 35
Remarks
Taken Off

#2
Pipe Rains
#16 In. KLV
#14.3" CMV



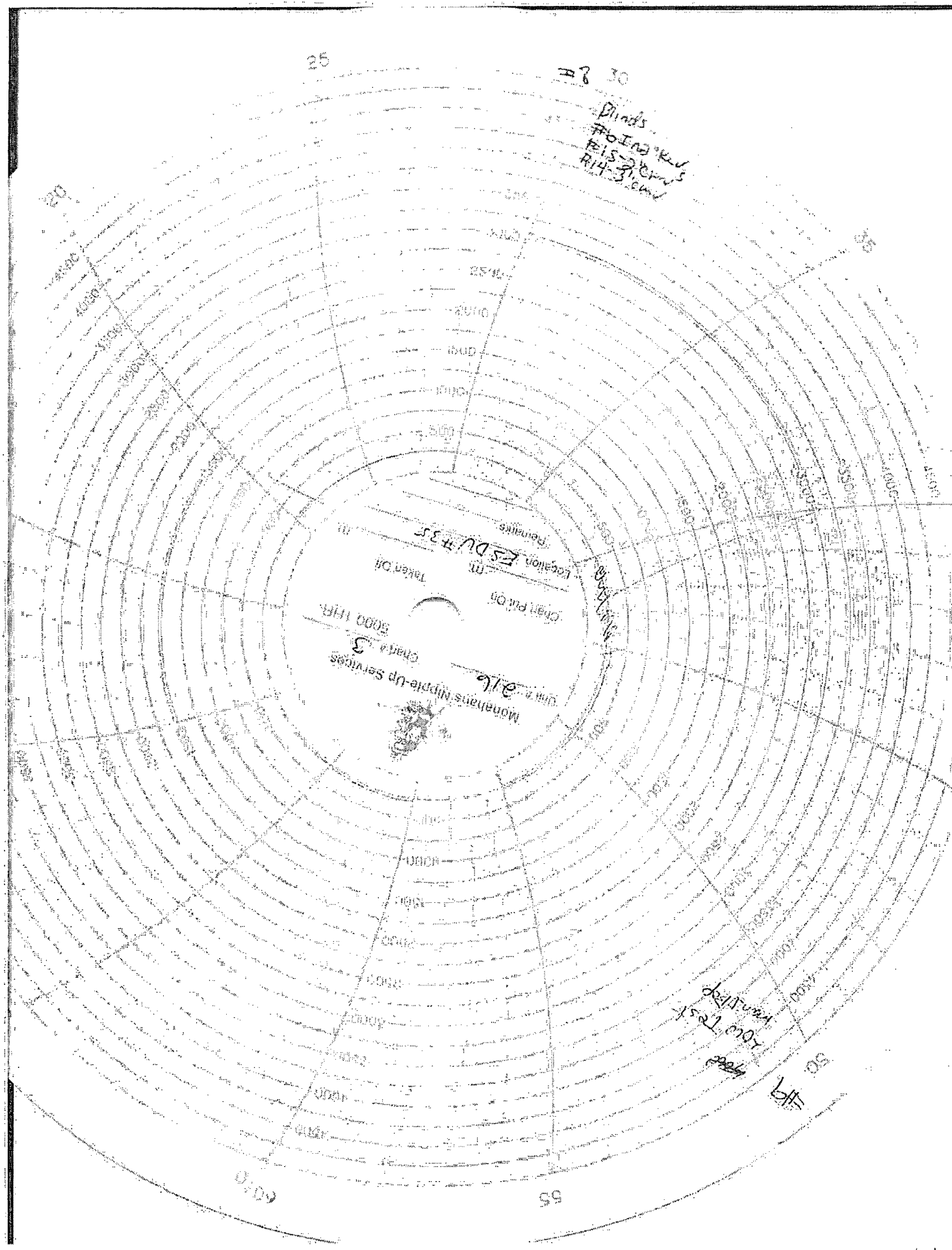
25

#8 30

Blinds
FBI In 12th Rd
R15-21-00
R14-31-00

35

20

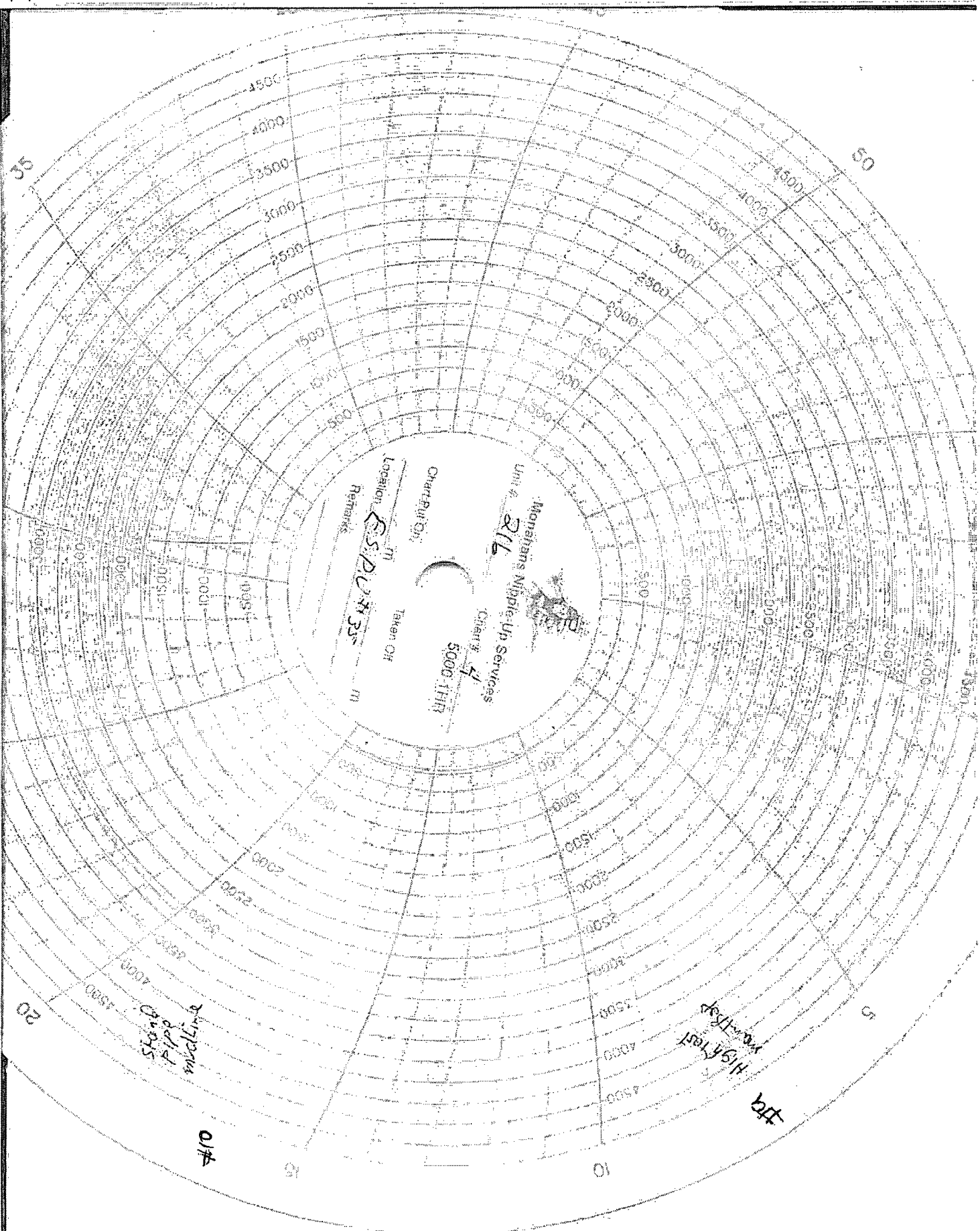


40

55

60

Chart # 317
Chart # 318
Chart # 319
Chart # 320
Chart # 321
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Chart # 397
Chart # 398
Chart # 399
Chart # 400



Unit # 216
Monahan's Nipple-Up Services

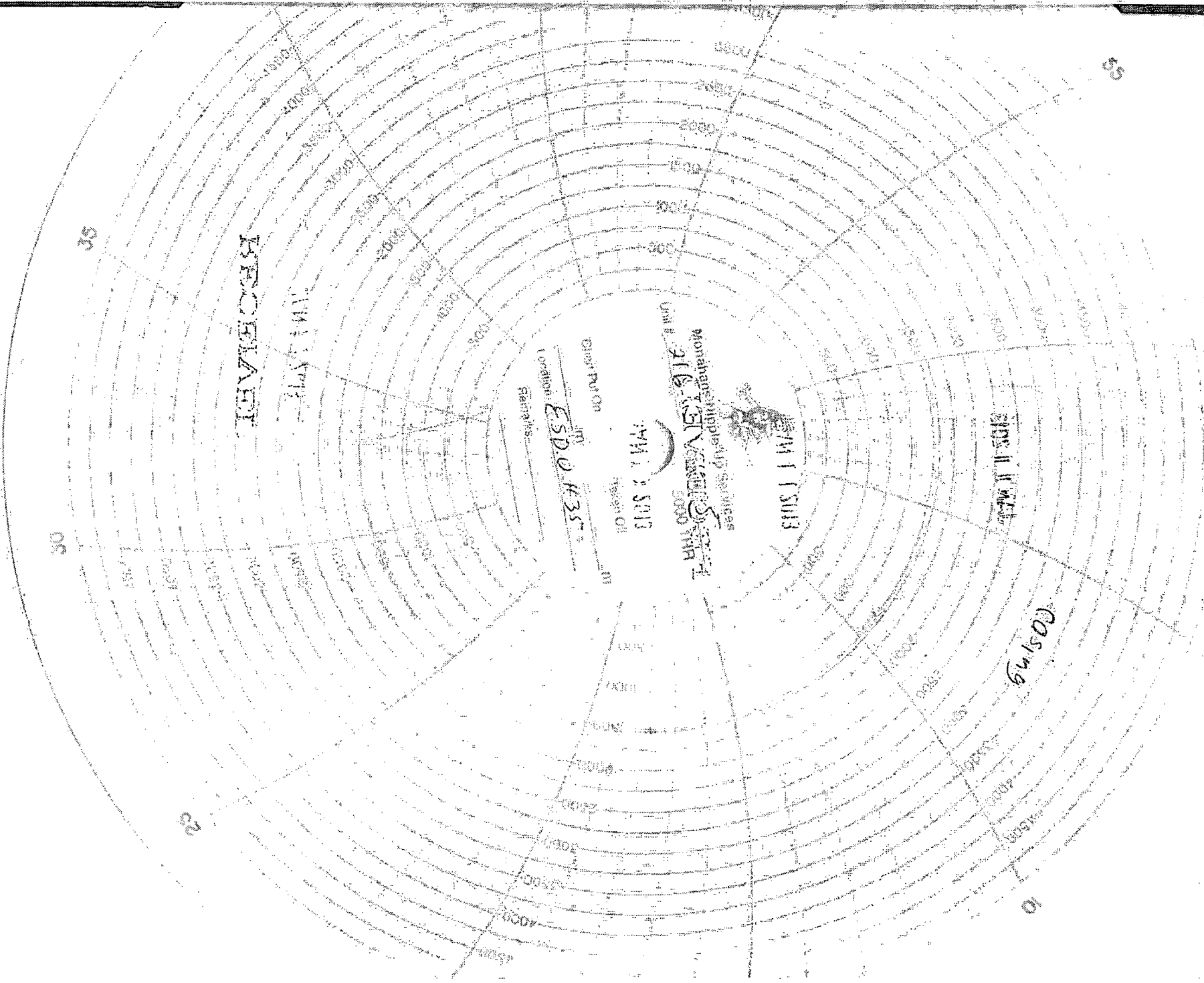
Chart # 4
5000 fath

Chart Run On
Taken Off

Location
Remarks

High Test
No. 1

20
15
10
5
0
5
10
15
20
25
30
35
40
45
50
55
60
65
70
75
80
85
90
95
100



RECEIVED

Unit # 216
Ship Name 216
Date 10/15/13
Time 1500
Location ESDO 435
Remarks

1000

1000

10

50

50

50

50