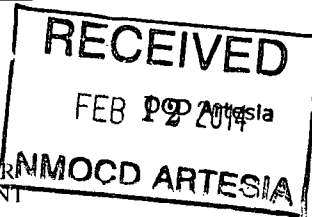


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Dry <input type="checkbox"/> Other		5. Lease Serial No. NMNM54865	
b. Type of Completion <input checked="" type="checkbox"/> New Well <input type="checkbox"/> Work Over <input type="checkbox"/> Deepen <input type="checkbox"/> Plug Back <input type="checkbox"/> Diff. Resvr. Other _____		6. If Indian, Allottee or Tribe Name	
2. Name of Operator SM ENERGY		7. Unit or CA Agreement Name and No. NMNM131550	
3. Address 3300 N A ST BLDG 7 STE 200 MIDLAND, TX 79705		8. Lease Name and Well No. PARKWAY 35 FEDERAL COM 6H	
3a. Phone No. (include area code) Ph: 432-688-1709		9. API Well No. 30-015-41646-00-S1	
4. Location of Well (Report location clearly and in accordance with Federal requirements)* Sec 34 T19S R29E Mer NMP At surface NESE 1700FSL 5FEL 32.365247 N Lat, 104.031499 W Lon Sec 34 T19S R29E Mer NMP At top prod interval reported below NESE 1679FSL 904FWL 32.365247 N Lat, 104.031499 W Lon Sec 35 T19S R29E Mer NMP At total depth NESE 1681FSL 390FEL		10. Field and Pool, or Exploratory PARKWAY	
14. Date Spudded 10/09/2013		11. Sec., T., R., M., or Block and Survey or Area Sec 34 T19S R29E Mer NMP	
15. Date T.D. Reached 11/03/2013		12. County or Parish EDDY	
16. Date Completed <input type="checkbox"/> D & A <input checked="" type="checkbox"/> Ready to Prod. 12/08/2013		13. State NM	
17. Elevations (DF, KB, RT, GL)* 3332 GL			
18. Total Depth: MD 11759 TVD 7449		19. Plug Back T.D.: MD 11586 TVD	
20. Depth Bridge Plug Set: MD TVD			
21. Type Electric & Other Mechanical Logs Run (Submit copy of each) CNL CCL GR		22. Was well cored? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis) Was DST run? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis) Directional Survey? <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes (Submit analysis)	

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
26.000	20.000 J-55	94.0	0	366		1062	251	0	
17.500	13.375 J-55	48.0	0	1200				0	
12.250	9.625 J-55	36.0	0	3327		1128	363	0	
8.750	7.000 P-110	26.0	0	7557		885		75	
17.500	13.375 J-55	54.5	1200	1640		1211	363	0	
6.125	4.500 P-110	11.6	6619	11596		0			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2.875	6499							

25. Producing Intervals

26. Perforation Record

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) BONE SPRINGS	7663	11527	7663 TO 11527	0.370	18	OPEN PORS
B)						
C)						
D)						

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
7663 TO 11527	35,570 BBLs GELLED FLUID, 1,657,350# 20/40 SAND, 274,570# 20/40 SLC

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity
12/08/2013	12/20/2013	24	→	105.0	251.0	1108.0	41.2	
Choke Size	Thg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
			→	105	251	1108	2390	POW

ACCEPTED FOR RECORD

ELECTRIC PUMP SUB-SURFACE

FEB 10 2014

/s/ Chris Walls

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity
			→					
Choke Size	Thg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status
			→					

(See Instructions and spaces for additional data on reverse side)

ELECTRONIC SUBMISSION #231495 VERIFIED BY THE BLM WELL INFORMATION SYSTEM

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

Reclamation due 6/8/14

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Thg. Press. Flowg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Thg. Press. Flowg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

29. Disposition of Gas(Sold, used for fuel, vented, etc.)

SOLD

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top Meas. Depth
				LOWER BRUSHY CANYON BONE SPRING 1ST BONE SPRING	5431 5778 7318

32. Additional remarks (include plugging procedure):

33. Circle enclosed attachments:

- | | | | |
|---|--------------------|---------------|-----------------------|
| 1. Electrical/Mechanical Logs (1 full set req'd.) | 2. Geologic Report | 3. DST Report | 4. Directional Survey |
| 5. Sundry Notice for plugging and cement verification | 6. Core Analysis | 7. Other: | |

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):

Electronic Submission #231495 Verified by the BLM Well Information System.

For SM ENERGY, sent to the Carlsbad

Committed to AFMSS for processing by JOHNNY DICKERSON on 01/17/2014 (14JLD1750SE)

Name(please print) RYAN HARRISON

Title RESERVOIR ENGINEER

Signature (Electronic Submission)

Date 01/08/2014

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.

** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED **