

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

BOD Artesia Lease Serial No.

NM 24162

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
☐ Oil Well ☐ Gas Well ☒ Other2. Name of Operator
SM Energy Company

3a. Address 3b. Phone No. (include area code)

3300 N. A Street, Bldg 7, Suite 200 Midland, TX 79701 (32) 688-1789

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

Sec. 35-T19S-R29E
1700' FSL & 2630 FEL (UL:J)7. If Unit or CA/Agreement, Name and/or No.
NM88491X8. Well Name and No.
Parkway Delaware Unit #5139. API Well No.
30-015-3371410. Field and Pool, or Exploratory Area
Parkway, Delaware11. County or Parish, State
Eddy Co.
New Mexico

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input checked="" 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 recompletable 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 recompletable 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.)

9/1/2010 - 9/20/2010 Recomplete to Injection well

The PDU 513 was converted from a producing well to an injection well. The production equipment was removed from the well. RIH with bit and tagged at 4551' (PBTD) and found no fill in wellbore. New perforations were shot in the lower zone from 4215'-4235'. Petroplex Acidizing was moved and acidized perfs f/4148'-4198' (29 holes) and 4215'-4235' (21 holes) with 3000 gals of acid. Rigged up Apollo and perfered the upper zones f/ 3940'-3950' (11 holes), 3956'-3970' (15 holes), and 4008'-4022' (15 holes). Perfs were broke down with 500 gals of acid. The new zone was fraced 28,598 gals of 25# XL gel and 16/30 TG Sand. Well was circulated clean and washed down to 4570'. RIH with 4 1/2" Arrowset X Nickel plated production packer w/ on/off tool and 122 jts of 2 3/8" J55 C2 IPC (TD-70) yellow and blue band tubing. Set packer at 3920' and successfully tested and charted casing to 500 psig for 30 minutes. All services were rigged down and well ready for injection.

10/18/2010 Successful MIT. Chart attached.

Accepted for record

NMOCD # 12/9/10

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Donna Huddleston

Title Engineering Tech

Signature

Donna Huddleston

Date 11/02/2010

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

NOV 20 2010
Date

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

BUREAU OF LAND MANAGEMENT

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.

(Instructions on page 2)