

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.
NMNM101361X

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.
ESDU 0042. Name of Operator
SM ENERGY COMPANYContact: VICKIE MARTINEZ
E-Mail: VMARTINEZ@SM-ENERGY.COM9. API Well No.
30-015-255463a. Address
3300 N "A" STREET BLDG 7-200
MIDLAND, TX 797053b. Phone No. (include area code)
Ph: 432-688-1709
Fx: 432-688-170110. Field and Pool, or Exploratory
SHUGART;DELAWARE,EAST

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

Sec 24 T18S R31E 765FNL 1980FEL

11. County or Parish, and State

EDDY/LEA 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
Venting and/or Flaring

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.)

4/22/12 SM ENERGY HAS BEEN ASKED TO SHUTDOWN THE REFERENCED BY 9:00 PM DUE TO DCP'S ANNUAL TURNAROUND TO PERFORM NECESSARY MAINTENANCE WORK. PER DCP, WE ARE EXPECTED TO START BACK UP BY 7:00 AM ON FRIDAY, MAY 4TH.

I WILL FOLLOW UP WITH A SUBSEQUENT LETTING YOU KNOW WHEN WE ARE BACK UP.

METERED VOLUMES WILL BE REPORTED ON THE C-115 FORM.

APD 6/26/12
Accepted for record
NMOCD

~~WE WILL BE FLARING ABOUT 57 MCFPD WHICH INCLUDE THE WELLS LISTED BELOW:~~

Lease Name UL:Sec:Township:Range API Number Location
ESDU #005 B-24-18S-31E 30-015-26022 790 FNL & 1650 FEL

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #135967 verified by the BLM Well Information System
For SM ENERGY COMPANY, sent to the Carlsbad
Committed to AFMSS for processing by KURT SIMMONS on 04/23/2012 ()

Name (Printed/Typed) VICKIE MARTINEZ

Title ENGINEER TECH II

Signature (Electronic Submission)

Date 04/19/2012

RECEIVED

JUN 19 2012

NMOCD ARTESIA

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title CFE

Date 6/16/12

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 CFE

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 ****

Additional data for EC transaction #135967 that would not fit on the form

32. Additional remarks, continued

ESDU #006 A-24-18S-31E 30-015-25385 890 FNL & 990 FEL
ESDU #009 G-24-18S-31E 30-015-25723 1730 FNL & 1650 FEL
ESDU #010 H-24-18S-31E 30-015-25457 1650 FNL & 990 FEL
ESDU #013 J-24-18S-31E 30-015-25734 2310 FSL & 1650 FEL
ESDU #014 I-24-18S-31E 30-015-25652 2310 FSL & 990 FEL
ESDU #015 3-19-18S-32E 30-025-30187 2310 FSL & 660 FWL
ESDU #016 K-19-18S-32E 30-025-30111 2310 FSL & 1650 FWL