Form 3160-5 (April2004)

### UNITEDSTATES DEPARTMENT OF THE INTERIO PCD-ARTESIA

BUREAU OF LAND MANAGEMENT

FORMAPPROVED OM B No 1004-0137 Expires March 31, 2007

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals

6. If Indian,	Allottee or	Tribe N	ame
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5. Lease Serial No NM24160

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SUBMIT IN TRIPLICATE - Other instructions on reverse side.			7. If Unit or CA/Agreement, Name and/or No. NM88491X				
1. Type of Well GasWell X Other					8. Well Name and No.		
2. NameofOperator St. Mary Land & Explorat	ion Co.		`	9. API W			
3a. Address 3b. PhoneNo.(include area code) 3300 N. A Street, Bldg. 7, Ste. 200 Midland, TX 7970432)688-1789			30-015-27464  10. Field and Pool, or Exploratory Area				
4 Location of Well (Footage, See	c., T., R., M., or Survey Desc	ription)		Parkwa	ay;Delaware		
Sec. 35 - T-19S-R29E 2635 FSL & 2640 FEL				11. Coun Eddy C New M			
12. CHECK AI	PPROPRIATE BOX(ES)T	O INDICATE NATUR	RE OF NOTICE, R	EPORT, O	R OTHER DATA		
TYPE OF SUBMISSION	TYPEOF ACTION						
X Notice of Intent Subsequent Report	X Acidize AlterCasing Casing Repair Change Plans	Deepen FractureTreat New Construction Plugand Abandon	Production (St. Reclamation Recomplete Temporarily Al	·	Water Shut-Off Well Integrity X Otheradd Perfs		
Final Abandonment Notice	Convert to Injection	DlugBook	Water Diemonal				

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)

Application has been made with the NMOCD to increase injection intervals to include 3918 - 4406'. Upon approval from NMOCD. PDU 506 - Proposed Recompletion Procedure

PlugBack

Convert to Injection

- 1. Acidize exising perfs down tubing
- 2. Set RBP
- Shoot proposed perfs @ 3927' 4257'.
- 4. Frac proposed perfs down tubing
- 5. Remove RBP
- 6. Return well to water injection

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Water Disposal

#### SUBJECT TO LIKE APPROVAL BY STATE

I hereby certify that the foregoing is true and correct Name (Printed/Typed)	ı					
Donna Huddleston	Title	Production Tech				
Signature 60400 co	Date	05/24/2010		ADDDOVED		
				<u> </u>		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
				- 0010		
Approved by		Title	1	Date 11N 7 2010		
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		Office		/s/ Chris Walls		
which would entitle the applicant to conduct operations thereon	UREAU 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 of agency of the United						
States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction						

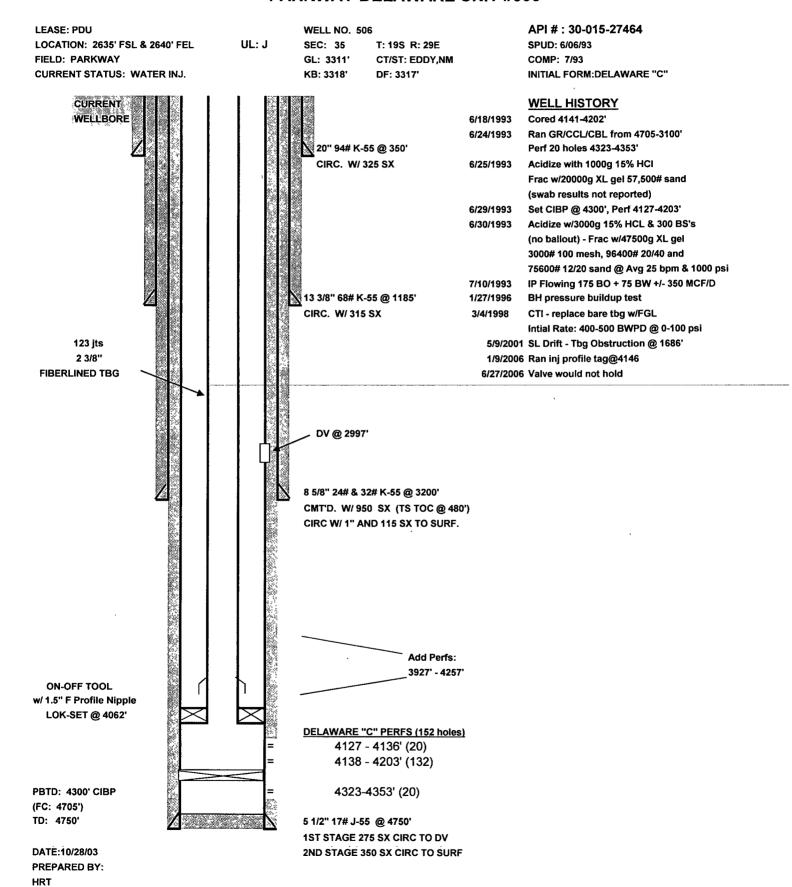
(Instructions on page 2)

# WELLBORE DIAGRAM PARKWAY DELAWARE UNIT #506

LEASE: PDU API #: 30-015-27464 **WELL NO. 506** UL: J LOCATION: 2635' FSL & 2640' FEL SEC: 35 T: 19S R: 29E SPUD: 6/06/93 FIELD: PARKWAY GL: 3311' CT/ST: EDDY,NM COMP: 7/93 **CURRENT STATUS: WATER INJ.** INITIAL FORM: DELAWARE "C" KB: 3318' DF: 3317' CURRENT **WELL HISTORY** WELLBORE 6/18/1993 Cored 4141-4202' Ran GR/CCL/CBL from 4705-3100' 6/24/1993 20" 94# K-55 @ 350 Perf 20 holes 4323-4353' CIRC. W/ 325 SX 6/25/1993 Acidize with 1000g 15% HCI Frac w/20000g XL gel 57,500# sand (swab results not reported) Set CIBP @ 4300', Perf 4127-4203' 6/29/1993 6/30/1993 Acidize w/3000g 15% HCL & 300 BS's (no ballout) - Frac w/47500g XL gel 3000# 100 mesh, 96400# 20/40 and 75600# 12/20 sand @ Avg 25 bpm & 1000 psi IP Flowing 175 BO + 75 BW +/- 350 MCF/D 7/10/1993 13 3/8" 68# K-55 @ 1185' 1/27/1996 BH pressure buildup test CIRC. W/ 315 SX 3/4/1998 CTI - replace bare tbg w/FGL Intial Rate: 400-500 BWPD @ 0-100 psi 123 its 5/9/2001 SL Drift - Tbg Obstruction @ 1686' 2 3/8" 1/9/2006 Ran inj profile tag@4146 FIBERLINED TBG 6/27/2006 Valve would not hold DV @ 2997 8 5/8" 24# & 32# K-55 @ 3200' CMT'D. W/ 950 SX (TS TOC @ 480') CIRC W/ 1" AND 115 SX TO SURF. **ON-OFF TOOL** w/ 1.5" F Profile Nipple LOK-SET @ 4062' **DELAWARE "C" PERFS (152 holes)** 4127 - 4136' (20) 4138 - 4203' (132) PBTD: 4300' CIBP 4323-4353' (20) (FC: 4705') TD: 4750' 5 1/2" 17# J-55 @ 4750' 1ST STAGE 275 SX CIRC TO DV 2ND STAGE 350 SX CIRC TO SURF

DATE:10/28/03 PREPARED BY: HRT

# PROPOSED WELLBORE DIAGRAM PARKWAY DELAWARE UNIT #506



#### Parkway Delaware Unit 506 30-015-27464 St. Mary Land and Exploration June 7, 2010 Conditions of Approval

- 1. Surface disturbance beyond the existing pad must have prior approval.
- 2. Closed loop system required.
- 3. Operator to have H2S monitoring equipment on location as H2S has been reported from wells in the area.
- 4. Submit subsequent sundry with injection rate, pressure and current well bore schematic.

CRW 060710