

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.

HOBBS OGD
MAR 07 2013
RECEIVED

5. Lease Serial No. NMNM10671A 5 vamm
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No. NMNM101361X
8. Well Name and No. EAST SHUGART DELAWARE UNIT 029
9. API Well No. 30-025-40870
10. Field and Pool, or Exploratory SHUGART; DELAWARE, EAST 56419 KA
11. County or Parish, and State LEA COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator SM ENERGY COMPANY
Contact: VICKIE MARTINEZ
E-Mail: VMARTINEZ@SM-ENERGY.COM

3a. Address 3300 N "A" STREET BLDG 7-200
MIDLAND, TX 79705

3b. Phone No. (include area code)
Ph: 432-688-1709
Fx: 432-688-1701

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 19 T18S R32E 2245FNL 460FWL

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
	<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.)

1/16/13 ? 2/8/13: Ran GR/CNL/CCL from 5372 Ft to surface. Pressure test wellbore, tbg. Head, and frac valve to 4500 psi. charted for 15min. Perf'd 5051-5246 Ft: 30 holes. Stimulate w/ 74 bbls 15% HCL, 1,802 bbls gelled fluid, 91,044 lbs 16/30 mesh and 33,634 lbs 16/30 RCS. MIRU PU cleaned down to PBTD (5456 Ft). TIH w/ 161 jts. 2-7/8 In J-55 tbg and set at 5330 Ft. Set TAC at 5014 Ft. TIH w/ rods and pump and placed well on production.

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #200804 verified by the BLM Well Information System For SM ENERGY COMPANY, sent to the Carlsbad

Name (Printed/Typed) VICKIE MARTINEZ Title ENGINEER TECH II

Signature (Electronic Submission) Date 03/06/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____ Title Petroleum Engineer Date MAR 21 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 KA

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 **

MAR 21 2013