

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs
HOBBS OCD

MAR 19 2012

FORM APPROVED
OMB No. 1004-0137
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.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No NMNM124664
2 Name of Operator COG Operating LLC		6 If Indian, Allottee, or Tribe Name
3a Address 2208 W. Main Street Artesia, NM 88210	3b Phone No (include area code) 575-748-6946	7 If Unit or CA Agreement Name and/or No
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: 990' FSL & 330' FWL, Unit M (SWSW) Sec 8-T26S-R34E BHL: 1992' FNL & 326' FWL, Unit E (SWNW) Sec 5-T26S-R34E		8 Well Name and No Gunner 8 Federal #8H
Lat. Long.		9 API Well No 30-025-40309
10 Field and Pool, or Exploratory Area Wildcat; Bone Spring		11 County or Parish, State Lea NM

12 CHECK APPROPRIATE BOX(S) 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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> Plug and abandon
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Plug back
	<input checked="" type="checkbox"/> Water Disposal
	<input type="checkbox"/> Water Shut-off
	<input type="checkbox"/> Well Integrity
	<input type="checkbox"/> Other

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 or pertinent markers and sands Attach the Bond under which the work will be performed or provide the Bond No on file with the 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 Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

Produced water from this well will be trucked to Mesquite's West Jal Disposal (Order SWD-272) and Fulfer Oil & Cattle's Brown #5 (no Order # found).

Required Information:

- 1) Name of formation producing water on lease: Bone Spring
- 2) Amount of water produced in barrels per day: 2475 BWPDP
- 3) How water is stored on lease: 2 - 500 bbl fiberglass tanks
- 4) How water is moved to disposal facility: Trucked
- 5) Disposal Facility:

- | | | |
|--|-------------------------|------------------------|
| a) Facility Operator Name: | 1) Mesquite SWD Inc. | 2) Fulfer Oil & Cattle |
| b) Name of facility of well name & number: | 1) West Jal Disposal #1 | 2) Brown #5 |
| c) Type of facility: | 1) WDW | 2) WDW R5196 |
| d) Location: | 1) SWNE, 10-25S-36E | 2) SWNW, 25-25S-36E |

ACCEPTED FOR RECORD

MAR 15 2012

/s/ JD Whitlock Jr

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

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

Stormi Davis

Title

Regulatory Analyst

Signature

Date

2/24/12

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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 these rights in the subject lease which would entitle the applicant to conduct operations thereon

Title

Date

Title 18 USC Section 1001 AND Title 43 USC Section 1212 make it a crime for any person knowingly and willfully to make 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)

MAR 20 2012