

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0137  
Expires: January 31, 2018

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

**Coronado Field Office**  
**OCB Hobbs**

5. Lease Serial No.  
NMNM124664

6. Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.  
GUNNER 8 FEDERAL 8H

9. API Well No.  
30-025-40309-00-S1

10. Field and Pool or Exploratory Area  
WC-025 G08 S213304D

11. County or Parish, State  
LEA COUNTY, NM

**SUBMIT IN TRIPLICATE - Other instructions on page 2**

**HOBBS OCB**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
COG OPERATING LLC

Contact: AMANDA AVERY JUN 13 2018  
E-Mail: aavery@concho.com

3a. Address  
ONE CONCHO CENTER 600 W ILLINOIS AVENUE  
MIDLAND, TX 79701-4287

3b. Phone No.  
Ph: 575-748-XXXX

**RECEIVED**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 8 T26S R34E SWSW 0990FSL 0330FWL

**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<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	Venting and/or Flaring
	<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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

COG Operating LLC requests permission to install a Vapor Combustor Unit (VCU) at the Horned Owl Federal #3H tank battery. This request is due to the fact that the cost of installing and operating equipment necessary to capture the gas exceeds the value of the gas over the life of the facility. COG Operating LLC understands that the following conditions apply:

1. COG Operating LLC may be required to provide economic justification and provide volume verification to the Authorized Officer upon request.
2. COG Operating LLC will comply with NTL-4A requirements.
3. If volume being combusted is less than 50 MCF of gas per day, it is considered unavoidably lost, therefore, no royalty obligation shall be accrued and will not be required to be reported.
  - a. Unavoidably Lost production shall mean (1) those gas vapors which are released (in this case combusted) from low-pressure storage tanks.
4. Essentially all measured combusted volumes over 50 MCF will require payment of royalties and

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

**Electronic Submission #364838 verified by the BLM Well Information System**  
**For COG OPERATING LLC, sent to the Hobbs**  
**Committed to AFMSS for processing by DEBORAH MCKINNEY on 02/07/2017 (17DLM0446SE)**

Name (Printed/Typed) AMANDA AVERY Title AUTHORIZED REPRESENTATIVE

Signature (Electronic Submission) Date 01/24/2017

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By /s/ Jonathon Shepard Title \_\_\_\_\_ Date 06/05/2018

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 Hobbs

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)

**\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\***

*MMS/OCB*  
*6/14/2018*

**Revisions to Operator-Submitted EC Data for Sundry Notice #364838**

	<b>Operator Submitted</b>	<b>BLM Revised (AFMSS)</b>
Sundry Type:	FLARE NOI	FLARE NOI
Lease:	NMNM124664	NMNM124664
Agreement:		
Operator:	COG OPERATING LLC 2208 W MAIN STREET ARTESIA, NM 88210 Ph: 575-748-6940	COG OPERATING LLC ONE CONCHO CENTER 600 W ILLINOIS AVENUE MIDLAND, TX 79701-4287 Ph: 432.685.4342
Admin Contact:	AMANDA AVERY AUTHORIZED REPRESENTATIVE E-Mail: aavery@concho.com  Ph: 575-748-6940	AMANDA AVERY AUTHORIZED REPRESENTATIVE E-Mail: aavery@concho.com  Ph: 575-748-6940
Tech Contact:	AMANDA AVERY AUTHORIZED REPRESENTATIVE E-Mail: aavery@concho.com  Ph: 575-748-6940	AMANDA AVERY AUTHORIZED REPRESENTATIVE E-Mail: aavery@concho.com  Ph: 575-748-6940
Location:		
State:	NM	NM
County:	LEA	LEA
Field/Pool:	WC-025 G06 S263407P	WC-025 G08 S213304D
Well/Facility:	GUNNER 8 FEDERAL 8H Sec 8 T26S R34E SWSW 990FSL 330FWL	GUNNER 8 FEDERAL 8H Sec 8 T26S R34E SWSW 0990FSL 0330FWL

**BUREAU OF LAND MANAGEMENT**

Carlsbad Field Office  
620 East Greene Street  
Carlsbad, New Mexico 88220  
575-234-5972

**Condition of Approval to Flare Gas**

1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
2. All flaring under this request is considered to be "avoidably lost":  
Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179. Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 - 3179.105.