

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



September 12, 2013

Logos Operating, LLC
Attn: Mr. John Austin Akers

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6856
Administrative Application Reference No. pPRG1323858303

Logos Operating, LLC
OGRID 289408
NCRA State Well No. 8P
API No. 30-039-31195

Proposed Location:

<u>Footages</u>	<u>Unit</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
888 FSL & 470 FEL	P	16	24N	6W	Rio Arriba

Proposed Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SW/4 of Section 16	160	Devils Fork Gallup (Associated)	17610

Reference is made to your application received on August 22, 2013.

You have requested to drill this well at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by the special pool rules for the Devils Fork Gallup (Associated) Pool and the General Rules for Associated Pools, as promulgated by Order No. R-5353, which provide for 160-acre oil units in this pool with wells located at least 790 feet from a unit outer boundary. This location is less than 790 feet from a unit outer boundary.

Your application has been duly filed under the provisions of Division Rules 15.13 [19.15.15.13 NMAC] and 4.12.A(2) [19.15.4.12.A(2) NMAC].

It is our understanding that you are seeking this location for topographic reasons.

September 12, 2013

Page 2

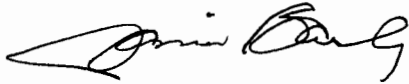
It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 4.12.A(2), in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority conferred by Division Rule 15.13.B, the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 5.9 [19.15.15.9 NMAC].

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is stylized and cursive.

Jami Bailey
Director

JB/db

cc: New Mexico Oil Conservation Division – Artesia
New Mexico State Land Office