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



November 15, 2013

Logos Operating, LLC Attn: John Austin Akers

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6971-A Administrative Application Reference No. pPRG1330837839

Logos Operating, LLC OGRID 289408 Logos Well No. 9 API No. 30-043-21157

Proposed Location:

Footages	Unit	Section	Township	Range	County
1400 FNL & 355 FEL	H	5	22N	5W	Sandoval

Proposed Unit:

Description	Acres Pool		Pool Code
SE/4 NE/4 of Section 5	40	wildcat Gallup oil	97968

Reference is made to your application received on November 4, 2013.

You have requested to drill or re-complete this well at an unorthodox oil well location described above, in the referenced pool or formation. This location is governed by statewide Rule 15.9.A [19.15.15.9.A NMAC], which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from a unit 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 to comply with United States Bureau of Land Management surface siting requirements.

November 15, 2013 Page 2

It is also understood that the only affected person in any of the offsetting tracts, other than the applicant, is the Jicarilla Apache Tribe, which has issued a permit for this well at this location.

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,

Jami Bailey Director

JB/db

cc: New Mexico Oil Conservation Division – Aztec United States Bureau of Land Management