

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION FOR SURFACE COMMINGLING
SUBMITTED BY LOGOS OPERATING, LLC**

ORDER NO. CTB-950

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having considered the application and the recommendation of the Engineering Bureau, issues the following Order.

FINDINGS OF FACT

1. LOGOS Operating, LLC (“Applicant”) submitted a complete application to surface commingle and off-lease measure the oil and gas production ("Application") from the pools, leases, and wells identified in Exhibit A.
2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7(B) NMAC.
3. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
5. Applicant provided notice of the Application to the Bureau of Land Management (“BLM”) or New Mexico State Land Office (“NMSLO”), as applicable.
6. Applicant submitted or intends to submit one or more proposed communitization agreement(s) (“Proposed Agreement(s)”) to the BLM or NMSLO, as applicable, identifying the leases to be consolidated into a single pooled area (“Pooled Area”), as described in Exhibit B.

CONCLUSIONS OF LAW

7. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
8. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10(A)(2), (C)(4)(c), and (C)(4)(e) NMAC, as applicable.

9. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
10. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10(B)(3) and (C)(4)(h) NMAC.
11. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Applicant is authorized to surface commingle and off-lease measure oil and gas production from the pools, leases, and wells identified in Exhibit A.
2. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing oil and gas production. If Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.
3. No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingle application to OCD to conform this Order with the approved Agreement(s). If OCD denies the new surface commingle application, this Order shall terminate on the date of such action.
4. Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B.
5. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling.
6. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
7. Applicant shall measure the commingled gas at a central delivery point or central tank battery described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, and regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.

8. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
9. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
10. OCD retains jurisdiction and reserves the right to modify or revoke this Order as it deems necessary to prevent waste or protect correlative rights, public health, or the environment.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**ADRIENNE SANDOVAL
DIRECTOR**

AS/dm

DATE: 11/05/2020

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: CTB-950

Operator: LOGOS Operating, LLC (289408)

Central Tank Battery: Apollo 2407 29E Well Pad Facility

Central Tank Battery Location (NMPM): Unit E, Section 29, Township 24 Noth, Range 7 West

Gas Custody Transfer Meter Location (NMPM): Unit E, Section 29, Township 24 Noth, Range 7 West

Pools

Pool Name	Pool Code
ESCRITO GALLUP (ASSOCIATED)	22619

Leases as defined in 19.15.12.7(C) NMAC

Lease	Location (NMPM)	
NMNM 117567	NE/4 NE/4	Sec 30-T24N-R7W
	S/2 SE/4, NE/4 SE/4	Sec 19-T24N-R7W
NMNM 557391	W/2 NE/4, NE/4 NW/4	Sec 19-T24N-R7W
NMSF 078924	NW/4 NW/4	Sec 29-T24N-R7W
Fee	SE/4 NW/4	Sec 19-T24N-R7W
NMNM 117567	N/2 NE/4 Sec 30, S/2 SE/4 Sec 19	T24N-R7W
NMNM 117567	N/2 NW/4, SW/4 NW/4	Sec 19-T24N-R7W
Fee	NW/4 SE/4, NE/4 SW/4, SE/4 NW/4	Sec 19-T24N-R7W
	NE/4, NE/4 NW/4	Sec 30-T24N-R7W
NMNM 117567	S/2 SW/4	Sec 19-T24N-R7W
NMNM 557391	NW/4 SW/4	Sec 19-T24N-R7W
Fee	NE/4 SW/4	Sec 19-T24N-R7W
NMNM 117567	NW/4, S/2 NE/4	Sec 30-T24N-R7W
NMSF 078924	SW/4 NW/4	Sec 29-T24N-R7W

Wells

Well API	Well Name	Location (NMPM)	Pool Code	Train
30-039-31379	Apollo 2407 29E 1H	E-29-24N-07W	22619	
30-039-31396	Apollo 2407 29E 2H	E-29-24N-07W	22619	
30-039-31397	Apollo 2407 29E 3H	E-29-24N-07W	22619	
30-039-31402	Apollo 2407 29E 4H	E-29-24N-07W	22619	

State of New Mexico
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Exhibit B

Order: **CTB-950**

Operator: **LOGOS Operating, LLC (289408)**

Pooled Areas

Pooled Area	Location (NMPM)		Acres	Pooled Area ID
CA Gallup BLM	NW/4 NW/4 Sec 29, NE/4 NE/4 Sec 30 SE/4, W/2 NE/4, E/2 NW/4	T24N-R7W Sec 19-T24N-R7W	400	A
CA Gallup BLM	N/2 NE/4 Sec 30, S/2 SE/4 Sec 19 NW/4 SE/4, NE/4 SW/4, NW/4	T24N-R7W Sec 19-T24N-R7W	401.56	B
CA Gallup BLM	NE/4, NE/4 NW/4 SW/4	Sec 30-T24N-R7W Sec 19-T24N-R7W	361.64	C
CA Gallup BLM	SW/4 NW/4 S/2 NE/4, NW/4	Sec 29-T24N-R7W Sec 30-T24N-R7W	281.62	D

Leases Comprising Pooled Areas

Lease	Location (NMPM)		Acres	Pooled Area ID
NMNM 117567	NE/4 NE/4	Sec 30-T24N-R7W		
	S/2 SE/4, NE/4 SE/4	Sec 19-T24N-R7W		A
NMNM 557391	W/2 NE/4, NE/4 NW/4	Sec 19-T24N-R7W		A
NMSF 078924	NW/4 NW/4	Sec 29-T24N-R7W		A
Fee	SE/4 NW/4	Sec 19-T24N-R7W		A
NMNM 117567	N/2 NE/4 Sec 30, S/2 SE/4 Sec 19	T24N-R7W		B
NMNM 117567	N/2 NW/4, SW/4 NW/4	Sec 19-T24N-R7W		B
Fee	NW/4 SE/4, NE/4 SW/4, SE/4 NW/4	Sec 19-T24N-R7W		B
NMNM 117567	NE/4, NE/4 NW/4	Sec 30-T24N-R7W		
	S/2 SW/4	Sec 19-T24N-R7W		C
NMNM 557391	NW/4 SW/4	Sec 19-T24N-R7W		C
Fee	NE/4 SW/4	Sec 19-T24N-R7W		C
NMNM 117567	NW/4, S/2 NE/4	Sec 30-T24N-R7W		D
NMSF 078924	SW/4 NW/4	Sec 29-T24N-R7W		D