

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 18, 2013

Logos Operating, LLC
Attn: Mr. John Austin Akers

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6861
Administrative Application Reference No. pPRG1325359819

Logos Operating, LLC
OGRID 289408
Rita Well No. 7N
API No. 30-039-31198

Proposed Location:

<u>Footages</u>	<u>Unit</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
562 FSL & 1858 FWL	N	5	23N	6W	Rio Arriba

Proposed Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SW/4 of Section 5	160	Counselors; Gallup-Dakota	13379

Reference is made to your application received on September 9, 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 Counselors; Gallup-Dakota 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 and at least 1320 feet from an existing well. This location is less than 790 feet from a unit outer boundary and is also less than 1320 feet from another well capable of producing from this pool.

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 in order to comply with United States Bureau of Land Management surface siting requirements.

September 18, 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 fluid and cursive, with a large initial "J" and "B".

Jami Bailey
Director

JB/db

cc: New Mexico Oil Conservation Division – Aztec