

NSL

Order

Approved: 06/06/19

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



June 6, 2019

Mr. Christopher Jeffus cjeffus@logosresourcesllc.com

NON-STANDARD LOCATION

Administrative Order NSL-7879

Logos Operating, LLC [OGRID 289408] Chaco 23 08 03 Well No. 3H API No. 30-045-38171

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County_
Surface	2036 FNL & 187 FEL	Н	3	23N	8W	San Juan
First Take Point	1309 FNL & 100 FEL	H	3	23N	8W	San Juan
Second Take Point	1324 FNL & 100 FWL	D	3	23N	8W	San Juan
Terminus	1325 FNL & 20 FWL	D	3	23N	8W	San Juan

Proposed Horizontal Spacing Unit

Description	Acres	Pool	Pool Code	
N2 of Section 3	323.2	Basin Mancos	97232	

Reference is made to your application received on May 15, 2019.

You have requested to drill and produce this horizontal well at an unorthodox gas well location described above in the referenced pool or formation. This location is governed by the Special Rules for the Basin Mancos Gas Pool, which provide for 320-acre units with wells to be located at least 660 feet from outer unit boundaries.

This well's completed interval is as close as 100 feet to the eastern and western edges. Encroachments will impact the following tracts.

Section 2, encroachment to the N2 and the W2 Section 4, encroachment to the N2 and the E2

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Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (2) of Subsection A of 19.15.4.12 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you seek this location in order to allow development of the formation governing proper wellbore orientation, while minimizing waste to allow efficient development of the spacing unit underlying the horizontal spacing unit located within the Basin Mancos formation underlying the N2 of Section 3.

Your application has been filed under 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.

ADRIENNE E. SANDOVAL

Division Director

AES/lrl

cc: Oil Conservation Division – Aztec District Office
Bureau of Land Management – Farmington Field Office