## RECEIVED

Form 3160-5 (March 2012) UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

JUL 02 2012

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

EAU	OF	LAND	MAN	AGEMEN'	Γ		Elad Office	5	Lease	Ser

Farmington Field Offic Sicarilla Apache Lease # 424
SUNDRY NOTICES AND REPORTS ON WELL of Land Manage Men Indian, Allottee or Tribe Name

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Jicarilla Apache Nation

	T IN TRIPLICATE – Other	7 If Unit of CA/Ag	reement, Name and/or No							
1 Type of Well					RCVD JUL 18'12					
✓ Oil Well Gas V	Vell Other	8. Well Name and No. OIL CONS. DIV.								
Name of Operator Logos Capital Management, LLC		9. API Well No 30-043-21119								
3a Address		3b Phone No (melude	area code)	10 Field and Pool or Exploratory Area						
4001 N. Butler Ave, Farmington NM, 87401		Basin Dakota								
4 Location of Well (Footage, Sec., T.,	R.,M. or Survey Description,	11 County or Parish, State								
F-05-22N-05W 1610 FNL 1710 FWL		Sandoval County, NM								
12 CHEC	K THE APPROPRIATE BC	X(ES) TO INDICATE I	NATURE OF NOTIC	CE, REPORT OR OT	THER DATA					
TYPE OF SUBMISSION		TYPE OF ACT	CTION							
✓ Notice of Intent	☐ Acidize ☐ Alter Casing	Deepen Fracture Treat		uction (Start/Resume) amation	☐ Water Shut-Off ☐ Well Integrity					
Subsequent Report	Casing Repair	New Construc	tion Reco	implete	Other Install Oil,Gas,Water					
s.s.qub	Change Plans	☐ Plug and Abar	idon 🔲 Temi	porarily Abandon	Transfer line to battery.					
Final Abandonment Notice	Convert to Injection	Plug Back	☐ Wate	er Disposal	Gas will be commingled					
Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)  Logos proposes the installation of a transfer line from the LOGOS # 1 to the central battery located at the Jair # 1 location ( H-07-22N-05W, 1980 FNL and 660 FEL). The transfer line will transfer produced water, oil, and gas from the Logos # 1 to the central battery. At the battery, the gas will be commingled and used for beneficial use on the Jair 1 initially and at the Jair 2 later. The gas will be used to run the pumping units and to heat the separators for enhanced oil/water separation.										
The produced volumes will be alloca meter, water meter, and gas meter.	ated using well tests. The	battery will have a prir	mary separator and	l a test separator. 1	The test separator will have an oil					
After a gas gathering line is installed	l, Logos plans to sell the u	nused gas at a single	metering point loca	ated at the central b	attery facility.					
The battery will be used as a single										
Please see the attached proposed pipeline route Note: All wells + Tank Battery are on Contract 424.										
	See Atta	ched Con	de towns	of the	. Lako					
14 I hereby certify that the foregoing is to	ue and correct Name (Printed	(/Typed)								
David Gonzales		Title V	ice President of O	perations						
Signature Day Date 7/2/12										
THIS SPACE FOR FEDERAL OR STATE OFFICE USE										
Conditions of approval, Cany, are attached that the applicant holds legal or equipple the entitle the applicant to conduct operations to the second conduct operations are second conductions.	tle to those rights in the subject hereon	t lease which would O	lice		Date 7 16 12					
fictitious or fraudulent statements or repre	*		wingly and wintinly to	make to any departine	ent of agency of the Office States any false,					

#### **GENERAL INSTRUCTIONS**

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

#### SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

#### NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seg., 351 et seg., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

District I 1625 N. French Drive, Hobbs, NM 8824t Phone: (575) 393-6161 Fax: (575) 393-072-0 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aziec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Orive, Santa Fe, MM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexic Energy, Minerals & Natural Resource Jepartment Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

OIL CONSERVATION DIVISION

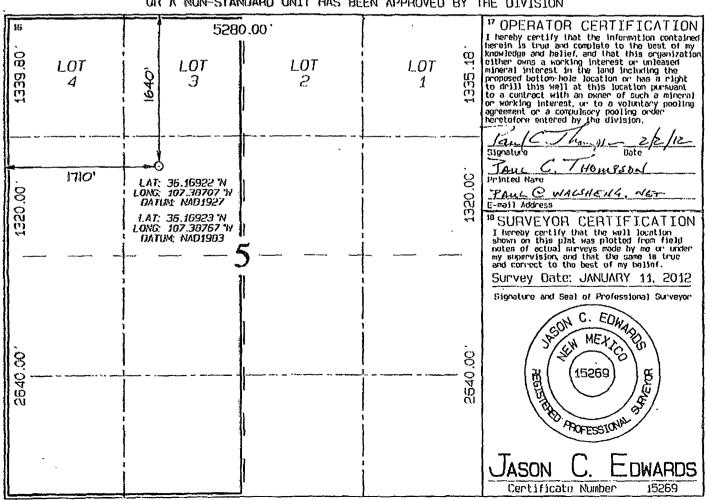
1220 South St. Franci**EE0r**(%e2)]]2 Santa Fe, NM 87505 REGEVERAT

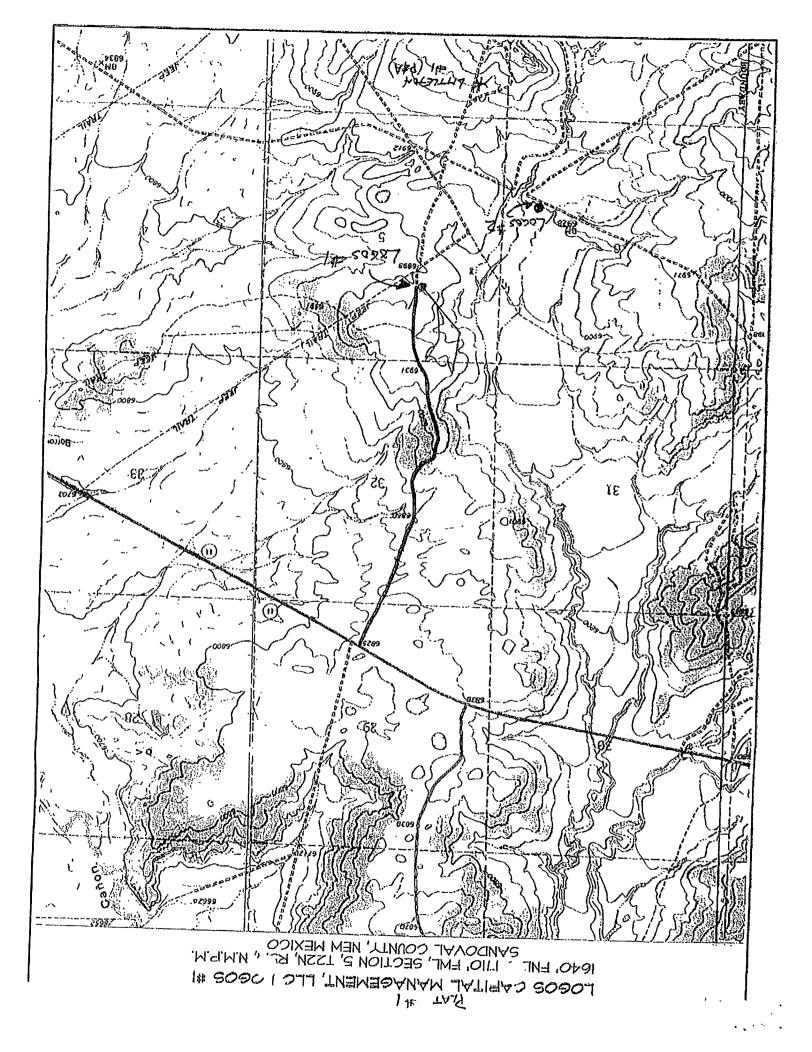
Farmington Field Office Bureau of Land Managemen. JUL 02 2012

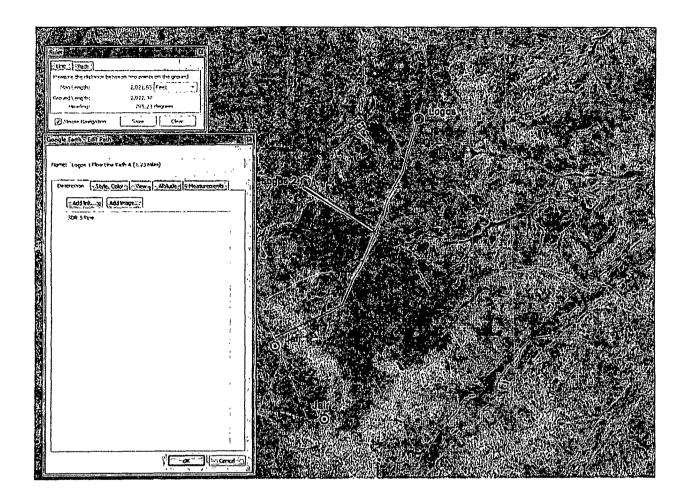
WELL LOCATION AND ACREAGE DEDICATION PLAT Farmington Field On... Pool NumBureau of Land Manageme 'agdmuss I'dh' Pool Code 71599 BASTN DAKOTA <u> 30-048-21119</u> Property Code Property Name Well Number 1,0608 1 'OGRID No. \*Operator Name Elevation 287123 LOGOS CAPITAL MANAGEMENT, LLC 6907

<sup>10</sup> Surface Location tol lar Feet from the UL or lot ro. Section didenwat Harth/South line Feet from the East/Kest 11nn F 5 1640 SSN **5W** NORTH 1710 WEST SANDOVAL <sup>11</sup>Bottom Hole Location If Different From Surface ta or lot co. Section Tenerchip Feet fron the North/South line Feet Iron the Fost/Nest line County Oedicated Arres Joint or Intill 14 Consalidation Code "Order No. 321.13 Acres - $(M \setminus S)$ 

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION









### United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO

# CONDITIONS OF APPROVAL FOR SURFACE COMMINGLING and BENEFICIAL USE OF OIL AND GAS

- THIS APPROVAL IS FOR BENEFICIAL USE OF PRODUCED GAS ONLY. PIPELINE INSTALLATION MUST BE AUTHORIZED BY THE BUREAU OF INDIAN AFFAIRS, JICARILLA AGENCY BEFORE PROCEEDING WITH THIS PROJECT.
- Liquid hydrocarbons produced at the Tank Battery/Central Delivery Point (CDP)
  must be allocated back to each well in proportion to the well's allocated gas
  production. Fuel used at the CDP must also be allocated back to each contributing
  well in proportion to each well's allocated gas production.
- Allocation must be made on an MMBTU basis. BTU measurements must be taken from each well prior to commingling gas production.
- Measurement of gas a the CDP must be conducted in accordance with the requirements outlined in Onshore Order No. 3, Site security, Onshore Order No. 4, Oil Measurement, Onshore Order No. 5, Gas Measurement and NM NTL 2008-01, Standards for the Use of Electronic Flow Computers.
- No other wells can be added to this system of beneficial use, measurement and sales without the prior approval of this office.
- Contact this office in the event of any lost hydrocarbons between the wells and the CDP.