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

# APPLICATION FOR SURFACE COMMINGLINGSUBMITTED BY LOGOS OPERATING, LLCORDER NO. CTB-935-A

#### **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.

#### **CONCLUSIONS OF LAW**

- 6. 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.
- 7. 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.
- 8. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
- 9. 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.

10. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

#### <u>ORDER</u>

- 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. This Order supersedes Order CTB-935.
- 3. The oil and gas production from each well identified in Exhibit A shall be separated and metered prior to commingling.
- 4. 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.
- 5. Applicant shall measure the commingled gas at a central delivery point 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.
- 6. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
- 7. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 8. 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

DATE: \_\_\_\_\_8/24/2020

ADRIENNE SANDOVAL DIRECTOR AS/dm

## **Exhibit A**

Order: CTB-935-A

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

Central Tank Battery: Chaco 23 08 03 Well Pad Facility

Central Tank Battery Location (NMPM): Unit H, Section 3, Township 23 North, Range 8 West

Gas Custody Transfer Meter Location (NMPM): Unit H, Section 3, Township 23 North, Range 8 West

Pools

Pool Name BASIN MANCOS Pool Code 97232

		Leases as defined in 19.15.12.7(C) NMAC				
Lease	Location (NMPM)					
NMNM 018463	N/2	Sec 3-T23N-R8W				
lancos NMNM 141953	N/2 Sec 2, NW/4 Sec 1	T23N-R8W				

Wells

Well API	Well Name	Location (NMPM)	Pool Code	Train
30-045-35647	Chaco 23 08 03 1H	H-03-23N-08W	97232	
30-045-35646	Chaco 23 08 03 2H	H-03-23N-08W	97232	
30-045-38171	Chaco 23 08 03 3H	H-03-23N-08W	97232	
30-045-38179	Zeus 2308 03 4H	H-03-23N-08W	97232	
30-045-38180	Omega 2308 03 5H	H-03-23N-08W	97232	