State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



Administrative Order DHC-4587

Order Date: 10/19/2012

Application Reference Number: pWVJ1229334076

LOGOS OPERATING, LLC 4001 N. BUTLER, BLDG 7101, FARMINGTON, NM 87401

Attention: Kristina Graham

RITA COM Well No. 002 API No: 30-039-22883

Unit O, Section 5, Township 23 North, Range 6 West, NMPM

Rio Arriba County, New Mexico

Pool:

COUNSELORS GALLUP-DAKOTA Oil 13379

Names: WILDCAT; MESAVERDE OIL

Reference is made to your recent application for an exception to 19.15.12.9A NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of 19.15.12.11A NMAC, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

As proposed in the application, the production allocation percentages of oil and gas between these pools shall be based on the subtraction method using a projection of the Gallup historic production rate as the base to be subtracted from the total.

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.

Pursuant to 19.15.12.11B NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

JAMI BAILEY

Director

JB/wvjj

cc: Oil Conservation Division - Aztec