

BEFORE THE BOARD OF OIL, GAS, AND MINING
DEPARTMENT OF NATURAL RESOURCES
IN AND FOR THE STATE OF UTAH

IN THE MATTER OF THE APPLICATION
OF TEXAS OIL & OIL CORP.

FOR AN ORDER EXTENDING DRILLING
AND SPACING UNITS AS ESTABLISHED
UNDER THIS BOARD'S ORDER IN CAUSE
NO. 47-2 FOR THE CASTLEGATE, DAKOTA,
CEDAR MOUNTAIN, AND MORRISON FORMA-
TIONS UNDERLYING THE EAST ONE-HALF
OF SECTION 9, TOWNSHIP 17 SOUTH,
RANGE 23 EAST, S.L.M, GRAND COUNTY,
UTAH.

O R D E R

Cause No. 47-4

Pursuant to Notice of Hearing dated January 4, 1980, of
the State of Utah, Department of Natural Resources, Board of
Oil, Gas and Mining, this Cause came on for hearing before said
Board at 10:00 a.m., Wednesday January 23, 1980 in room 232,
Airport Holliday Inn, 1659 West North Temple, Salt Lake City, Utah.

The following members of the Board of Oil, Gas and Mining
("The Board") were present:

Charles R. Henderson, Chairman, Presiding

John L. Bell

Ray C. Juvelin

Steele McIntyre

Edward T. Beck

The following staff members on the Board of Oil, Gas and Mining
of the State of Utah were present:

Cleon B. Feight, Esquire, Director

Frank Hamner, Chief Petroleum Engineer

Mike Minder, Geological Engineer

Denise A. Dragoo, Special Assistant Attorney General

Thalia R. Busby, Secretary of the Board

Appearances were made as follows:

For Texas Oil and Gas Corp. ("The Applicant")
Hugh C. Garner, Esquire
580 Kennecott Building
Salt Lake City, Utah 84133

FINDINGS

NOW THEREFORE, the Board having considered the testimony adduced and the exhibits received in said hearing, and being fully advised in the premises, now makes and enters the following:

1. In pursuance of the Application of Willard Pease Oil and Gas Company, this Board issued its Order in Cause No. 47-2 under date of September 1976 establishing drilling units of uniform size and shape with respect to certain therein more particularly described lands situate in Township 17 South, Ranges 23 and 24 East and Township 18 South, Range 23 East S.L.M.

2. Said Order provided for two 320-acre drilling and spacing units, running in either a North or South or East or West direction for each section, according to the government survey for said lands, and included in said lands the Dakota, Cedar Mountain, Castlegate and Morrison formation.

3. The Applicant has applied for an Order extending drilling and spacing units as established under this Board's Order in said Cause No. 47-2 for the Castlegate, Dakota, Cedar Mountain and Morrison Formations underlying the East one-half of Section 9, Township 17 South, Range 23 East S.L.M. Grand County Utah. As heretofore recited, a Notice of Hearing was published by the Board on January 4, 1980 to all operators, takers of production, mineral and royalty owners, and particularly all persons interested in Township 17 South, Range 23 East S.L.M. Grand County, Utah.

4. Sufficient evidence now being available on which to reach a decision, the Board issues the following:

ORDER

IT IS THEREFORE ORDERED BY THIS BOARD AS FOLLOWS:

To prevent waste of oil, gas and associated hydrocarbons, to avoid the drilling of unnecessary wells, to protect correlative rights and to establish drilling units of uniform size and shape, the Board hereby extends its Order heretofore entered in Cause No. 47-2 and Orders and Decrees as follows:

With respect to Section 9 of Township 17, South Range

23 East. S.L.M., a well shall be permitted for drilling in each unit to provide for two 320-acre drilling and spacing units running North and South comprising the East one-half and the West one-half of said Section, according to a government survey thereof, for the Dakota, Cedar Mountain, Castlegate and Morrison formations underlying said drilling and spacing units. A well shall be permitted on each of such units to be located not nearer than 1,000 feet from the spacing unit boundary with a 500 foot tolerance, to be granted administratively, for geological and/or topographical exceptions; and no closer than 2500 feet from a producing well in the adjacent area, and that a 500 foot tolerance is hereby permitted in the footage between wells in the event surface instructions or undue hazards are encountered.

DATED this 23rd day of January, 1980.

BOARD OF OIL, GAS AND MINING
OF THE STATE OF UTAH

C. P. Henderson

C. Steve McIntyre

W. H. Smith

John L. Bell

Edward E. ...