

File

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
DEPARTMENT OF NATURAL RESOURCES
OF THE STATE OF UTAH

IN THE MATTER OF THE APPLICA-)	
TION OF APACHE EXPLORATION)	
CORPORATION FOR AN ORDER)	ORDER
ESTABLISHING 640-ACRE DRILLING)	
UNITS AS AN EXTENSION AREA TO)	CAUSE NO. 140-7
THE CEDAR RIM-SINK DRAW AREA,)	
DUCHESNE COUNTY, UTAH.)	

This Cause, pursuant to application of Apache Exploration Corporation and to notice duly and regularly given by the Board, came on for hearing before the Board of Oil and Gas Conservation of the State of Utah at 10:00 A.M. on Wednesday, October 25, 1972, in the Governor's Board Room of the Utah State Capitol at Salt Lake City, Utah.

The entire Board, with the absence of Robert R. Norman, was present, Delbert M. Draper, Jr., presiding. Appearance was made by Robert G. Pruitt, Jr., Attorney, on behalf of Apache Exploration Corporation. Other officials present included:

Paul Reimann, Deputy State Attorney General for the Department of Natural Resources.

G.R. Daniels, District Engineer, Regional Oil and Gas Supervisor, U.S. Geological Survey.

plus observers for Shell Oil Company, Mountain Fuel Supply Company, and others. Evidence in support of the Application was introduced through witnesses Phil Jones, Area Land Manager, Tom Hammond, Geologist, and Tom Sprinkle, Chief Engineer, all employees of Apache Exploration Corporation from Tulsa, Oklahoma.

No objection to the granting of the Application was filed or expressed at the hearing.

FINDINGS OF FACT

The Board finds in this matter as follows:

1. Due and regular notice of the time, place and purpose of the hearing was given to all interested parties in form and manner and within the time required by law.
2. The Board has jurisdiction over the matter covered by said

Application and over all parties interested therein, and has jurisdiction to make and promulgate the Order hereinafter set forth.

3. The lands covered by said Application are underlain by a common source of supply from which oil, gas and associated hydrocarbons can be produced from the Lower Green River Transition Zone-Wasatch Formation.

4. The establishment of 640-acre spacing and drilling units is appropriate to prevent waste, to avoid the drilling of unnecessary wells, and to protect correlative rights.

5. The permitted well for each drilling unit should be in the center of the NE $\frac{1}{4}$ of each Section, with a tolerance of 660 feet in any direction, except where topographical conditions dictate a different location.

6. A previously authorized well location, approved for Apache Exploration Corporation in the NE $\frac{1}{4}$ of Section 25, Township 2 South, Range 8 West, USM, should be allowed as an exception to the well spacing program.

ORDER

THEREFORE, it is unanimously ordered by the Board of Oil and Gas Conservation that:

1. 640-acre drilling and spacing units be and the same are hereby established for production of oil, gas and associated hydrocarbons from the Lower Green River Transition Zone-Wasatch Formation underlying the following described lands in Duchesne County, Utah:

Township 2 South, Range 7 West, USM

Section 19: All
Section 30: All

Township 2 South, Range 8 West, USM

Section 23: All
Section 24: All
Section 25: All
Section 26: All

2. The drilling and spacing units for the subject area shall consist of each surveyed government section containing approximately 640 acres, more or less.

3. Not more than one well shall be drilled on any drilling or

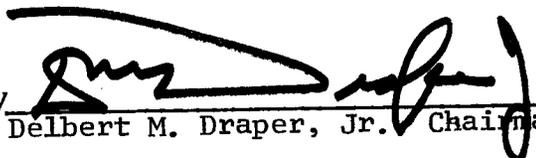
spacing unit for the production of oil, gas or associated hydrocarbons from the formations and zones described above.

4. The permitted well for each drilling and spacing unit shall be located in the center of the NE $\frac{1}{4}$ of each drilling unit, with a tolerance of 660 feet in any direction, provided that an exception to said tolerance may be granted without a hearing where a topographical exception is deemed necessary.

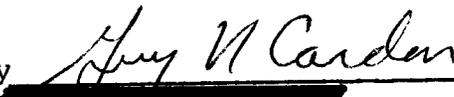
5. Any wells previously drilled or authorized prior to the entering of the hearing Order shall be deemed as exceptions to the above permitted well locations. This Order shall be in effect until further order of the Board of Oil and Gas Conservation.

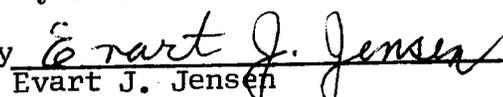
DATED this 25th day of October, 1972.

BOARD OF OIL AND GAS CONSERVATION

By 
Delbert M. Draper, Jr. Chairman

By 
C.R. Henderson

By 
Guy N. Cardon

By 
Evert J. Jensen