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OCT 29 1980

DIVISION OF
OIL, GAS & MINING

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)
Snyder Oil Company for an Order)
Establishing 320 Acre Drilling and)
Spacing Units for the Uinta Formation)
for gas production underlying portions)
of Township 6 South, Range 21 East,)
Township 6 South, Range 22 East,)
Township 7 South, Range 21 East, and)
Township 7 South, Range 22 East,)
Uintah County, Utah.)

ORDER

Cause No. 145-2

Pursuant to Notice of Hearing dated October 8, 1980,
and, pursuant to an Amended Notice of Hearing also dated October 8,
1980, of the Board of Oil, Gas and Mining, Department of Natural
Resources of the State of Utah, said cause came on for hearing on
Thursday, October 23, 1980, at 10:00 a.m., in the Wildlife
Resources Auditorium, 1596 West North Temple, Salt Lake City, Utah.

The following members of the Board were present:

Charles R. Henderson, Chairman, Presiding

John L. Bell

E. Steele McIntyre

C. Ray Juvelin

Edward T. Beck

Thadis W. Box

Maxilian A. Farbman

Also present were:

Cleon B. Feight, Director, Division of Oil, Gas
and Mining

Mike Minder, Chief Petroleum Engineer, Division
of Oil, Gas and Mining

Appearances were made as follows:

For Snyder Oil Company

Lloyd Edwards
Elisa L. Shea

Attorneys for Snyder
Oil Company

Ray, Quinney & Nebeker
By Alan A. Enke, Esq.

Witnesses on behalf of Snyder
Oil Company

Lloyd Edwards
Elisa L. Shea
John McCatharn

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

FINDINGS

1. Due and regular notice of the time, place and purpose of the hearing was given to all interested parties as required by law and the rules and regulations of the Board.

2. The Board has jurisdiction over the matters covered by said Notice and over all parties interested therein and has jurisdiction to make and promulgate any Orders hereinafter set forth.

3. The Uinta Formation is a common source of supply of gas underlying the following described tracts of land:

Township 6 South, Range 21 East, S.L.M.

Sections 25-27, 34-36

Township 6 South, Range 22 East, S.L.M.

Sections 28-33

Township 7 South, Range 21 East, S.L.M.

Sections 1-3, 10-12

Township 7 South, Range 22 East, S.L.M.

Sections 4-6, 8, 9 and 10

4. In the interests of conservation and the prevention of waste, and for the protection of the correlative rights of the various operators and owners of oil and gas interests within the above described area, and to prevent the drilling of unnecessary wells, the Board should enter an order establishing lay-down 320 acre drilling and spacing units (north half and south half of each section), running in an east-west direction, for the development of the Uinta Formation for the production of gas underlying the

above described area, and providing that no more than one gas well shall be drilled and produced from the said Uinta Formation on any such unit.

5. The Board should establish well locations within the proposed units lying not less than 1000 feet from the north line and 1000 feet from the east line of the Northeast Quarter and not less than 1000 feet from the south line and 1000 feet from the west line of the Southwest Quarter of each section, except in Section 2, Township 7 South, Range 21 East, and Sections 27 and 34 of Township 6 South, Range 21 East, in which permitted well locations shall be not less than 1000 feet from the north line and 1000 feet from the west line of the Northwest Quarter and not less than 1000 feet from the south line and 1000 feet from the east line of the Southeast Quarter of said exceptional sections.

6. The Board should have the right administratively to make exceptions to the well locations as established in Paragraph 5 above when it appears that there are adequate reasons because of topographical and other structure problems in the area.

ORDER

IT IS THEREFORE ORDERED:

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 for the promotion of more orderly development of the lands described in Paragraph 3 above, the following Orders are hereby promulgated to govern operations in said area effective as of October 23, 1980:

A. That upon the effective date any and all Orders of the Board heretofore promulgated which are inconsistent with the Orders herein set forth shall be and are hereby vacated.

B. That the drilling units as set forth in Paragraphs 4 and 5 above are hereby established for the development and production of gas from the Uinta Formation underlying the lands

described in Paragraph 3 above.

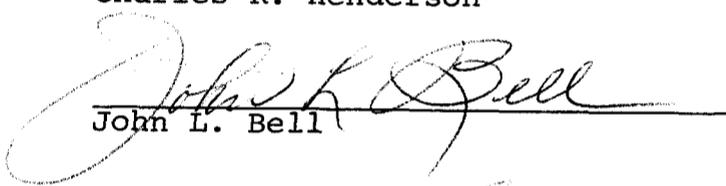
C. That the Board may by administration make exceptions to the well locations described in Paragraph 5 above in the event that topographical and other structural variations so require.

D. That the Board retains exclusive continuing jurisdictions of all matters covered by this Order and of all parties affected thereby and particularly that the Board retains and reserves exclusive and continuing jurisdiction to make further orders as appropriate as authorized by statute and applicable regulations.

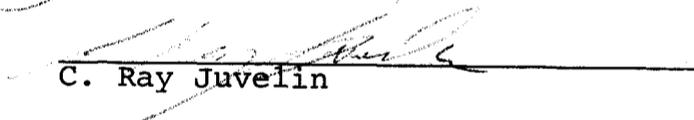
ENTERED THIS 23rd DAY OF October, 1980.

BOARD OF OIL, GAS AND MINING
OF STATE OF UTAH

Charles R. Henderson



John L. Bell

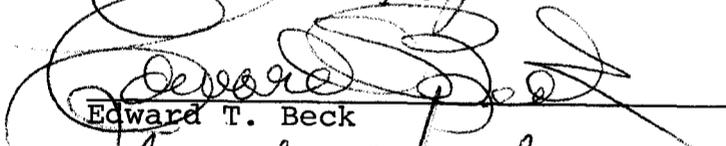


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