

BEFORE THE OIL AND GAS CONSERVATION BOARD

DIVISION OF OIL AND GAS CONSERVATION

DEPARTMENT OF NATURAL RESOURCES

STATE OF UTAH

IN THE MATTER OF THE APPLICATION)
OF UNION OIL COMPANY OF CALIFORNIA)
FOR AN ORDER ESTABLISHING A SINGLE)
DRILLING UNIT FOR THE DEVELOPMENT)
AND PRODUCTION OF NATURAL GAS FROM)
THE PRODUCING HORIZON OF THE MISSI-)
SSIPPIAN FORMATION IN SECTIONS 18)
AND 19 TOWNSHIP 30 SOUTH, RANGE 25)
EAST, SAN JUAN COUNTY UTAH.)

O R D E R

CAUSE NO. 134-1

Pursuant to the application of Union Oil Company of California, this cause came on for hearing before the Oil and Gas Conservation Board at 2:30 p.m., Tuesday, December 3, 1968, in the Governor's Board Room, State Capitol Building, Salt Lake City, Utah.

The undersigned members of the Board were present with Chairman Delbert M. Draper presiding. Claron C. Spencer, attorney at law, of Senior & Senior, Salt Lake City, Utah, appeared on behalf of the applicant Union Oil Company of California. Others present included:

Cleon B. Feight, Director, Division of Oil and Gas Conservation.
Paul W. Burchell, Chief Petroleum Engineer, Division of Oil and Gas Conservation.
Robert H. Massey and Clarence L. Harr of Union Oil Company of California.

The evidence in support of the application consisted of the testimony of Mr. Harr and exhibits introduced through his testimony.

Based upon the evidence received and being advised in the premises, the Board makes the following:

FINDINGS

1. Due notice of the time, place and purpose of the hearing has been given as required by law and regulations.

2. The Board has jurisdiction over the subject matter described in said notice and of the parties interested therein and has authority to promulgate the order hereinafter set out.

3. Union Oil Company of California, applicant herein, is a corporation organized and existing under the laws of the State of California, and is duly authorized to do business and is doing business in the State of Utah.

4. The applicant has applied for an order establishing a single drilling unit for the development and production of natural gas from the producing horizon of the Mississippian formation as to the following described land situated in San Juan County, Utah:

Township 30 South, Range 25 East, SLM

Section 18: S $\frac{1}{2}$
Section 19: N $\frac{1}{2}$

(Containing 640 acres, more or less)

5. The above-described lands for which the single drilling unit is proposed are included in federal oil and gas leases Nos. U-06794 and U-05530, as follows:

Lease U-06794: S $\frac{1}{2}$ Sec. 18
Lease U-05530: N $\frac{1}{2}$ Sec. 19

Applicant is the owner of the full working interest in said leases.

6. Geological and engineering data obtained in the course of drilling other wells and from other sources indicate a common accumulation of gas contained in the Mississippian formation underlying the proposed drilling unit.

7. The accumulation of gas can be drained efficiently and economically by a single well drilled within the SW $\frac{1}{4}$ of the SE $\frac{1}{4}$ of

Section 18, T. 30 S., R. 25 E., SLM.

8. The drilling unit applied for will prevent waste, will avoid the drilling of unnecessary wells, and will protect correlative rights.

9. The drilling unit applied for will insure the efficient development of the lands involved and will promote the conservation of the gas resources of the State of Utah.

ORDER

THEREFORE, it is ordered by the Board, subject to its continuing jurisdiction, that

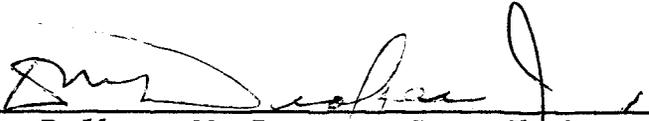
1. A single drilling unit is hereby established for the development and production of natural gas from the producing horizon of the Mississippian formation as to the following described lands in San Juan County:

Township 30 South, Range 25 East, SLM

Section 18: S $\frac{1}{2}$
Section 19: N $\frac{1}{2}$

Dated this 31st day of December, 1968.

OIL AND GAS CONSERVATION BOARD



Delbert M. Draper, Jr., Chairman

