

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 : ORDER  
OF SAM OIL, INC., FOR AN ORDER :  
MODIFYING PRIOR ORDERS OF THE : DOCKET NO. 84-006  
BOARD IN CAUSE NO. 134-14, WHICH : CAUSE NO. 131-55  
ESTABLISHED DRILLING UNITS FOR :  
CERTAIN LANDS IN DUCHESNE AND :  
UINTAH COUNTIES, UTAH :  
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Pursuant to the Application of Sam Oil, Inc., this matter came on for hearing before the Board of Oil, Gas and Mining, Department of Natural Resources, State of Utah, on Thursday, February 23, 1984, in the Auditorium of the Division of Wildlife Resources, 1596 West North Temple, Salt Lake City, Utah.

The following members of the Board were present:

Gregory P. Williams, Chairman  
James W. Carter  
John M. Garr  
Charles R. Henderson  
Richard B. Larsen  
Constance K. Lundberg  
E. Steele McIntyre

The following staff members were present:

Marjorie L. Larson, Secretary of the Board  
Ronald W. Daniels, Associate Director, Mining  
G. Harold Balthrop, Associate Director, Oil and Gas  
Ronald J. Firth, Chief Petroleum Engineer  
Barbara W. Roberts, Assistant Attorney General  
Karl Brown, Geologist, Utah Geological & Mineral Survey

Appearances were made by:

Steven A. Malnar, Sam Oil, Inc.

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

FINDINGS OF FACT AND CONCLUSIONS OF LAW

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 subject matter of said Application and over all parties interested therein and has jurisdiction to make and promulgate the Order hereinafter set forth.

3. By Order designated Cause No. 131-14, dated August 11, 1971, the Board, in addition to other matters ordered therein, established drilling units comprising each governmental section for the production of oil, gas and associated hydrocarbons from an interval described therein, for all of Township 1 South, Range 1 West, U.S.M., among other lands.

4. The Order in Cause No. 131-14 established drilling units as to land subject to the November 7, 1951, Federal Unit Agreement creating a unitized area commonly referred to as the Roosevelt Unit, with said unit covering portions of Section 24 of Township 1 South, Range 1 West, U.S.M., among other lands.

5. As to the lands located in Section 24 of Township 1 South, Range 1 West, U.S.M., insufficient acreage exists outside of the boundaries of the Roosevelt Unit to establish drilling units in accordance with the Order in Cause 131-14.

6. In order to promote the efficient and orderly development of oil, gas and associated hydrocarbons, and to protect correlative rights, the Order in Cause 131-14 should be modified to establish a drilling unit in that portion of Section 24 of Township 1 South, Range 1 West, U.S.M., located outside of the Roosevelt Unit.

ORDER

IT IS THEREFORE ORDERED:

To provide for orderly and uniform well spacing, to prevent the waste of oil, gas and associated hydrocarbons, to avoid the drilling of unnecessary wells, and to protect correlative rights, the following Orders are hereby promulgated to govern operations in said area:

- a. That a drilling unit be established for that common source of supply in the following configuration and acreage:

Township 1 South, Range 1 West, U.S.M.  
Section 24: S1/2, S1/2NW1/4  
(containing 400 acres, more or less)

- b. That the interval spaced and the permitted well locations be the same as ordered in Cause No. 131-14.

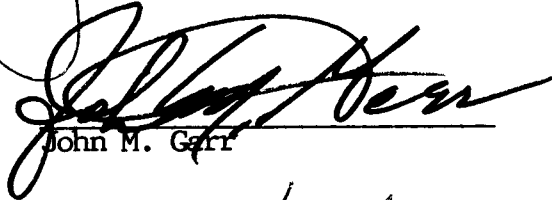
- c. That the Board retains continuing jurisdiction over all matters covered by this Order and all other applicable Orders and over all parties affected thereby and particularly that the Board retains and reserves continuing jurisdiction to make further Orders as appropriate and authorized by statute and applicable regulations.

DATED this 22nd day of March, 1984.

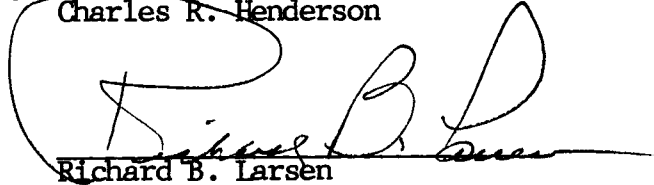
STATE OF UTAH  
BOARD OF OIL, GAS AND MINING


  
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E. Steele McIntyre

APPROVED AS TO FORM:

  
Barbara W. Roberts  
Assistant Attorney General