

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	*	ORDER
FORTUNE OIL COMPANY FOR AN ORDER	*	
APPROVING THE LOCATION OF A PROPOSED	*	CAUSE NO. 149-22
TEST WELL FOR THE DAKOTA AND MORRISON	*	
FORMATIONS UNDERLYING SECTION 8,	*	
TOWNSHIP 16 SOUTH, RANGE 25 EAST,	*	
S.L.M., GRAND COUNTY, UTAH	*	

Pursuant to the application of Fortune Oil Company, this cause came on for hearing before the Board of Oil, Gas and Mining, Department of Natural Resources, State of Utah, on Thursday, August 25, 1983, in the Auditorium of the Department of Natural Resources, 1636 West North Temple, Salt Lake City, Utah. The following Board members were present:

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

Appearances were made as follows: For Fortune Oil Company (Applicant), Michael Pinnell, Exploration Manager, 50 South Main Street, Salt Lake City, Utah.

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

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. This Board has previously entered its Order in Cause No. 149-1 establishing 320-acre drilling and spacing units for the Dakota and Morrison Formations underlying Section 8, Township 16 South, Range 25 East, S.L.M.

4. The drilling unit well for drilling unit #29, Zone II, the E1/2 of Section 8, Township 16 South, Range 25 East, is currently the Fortune Federal No. 42-8 Well.

5. All available geologic and engineering data concerning the area indicates that the drilling and production of a well located approximately 1790 feet from the North line and 500 feet from the East line of Section 8 would enhance recovery of hydrocarbon resources from Section 8.

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

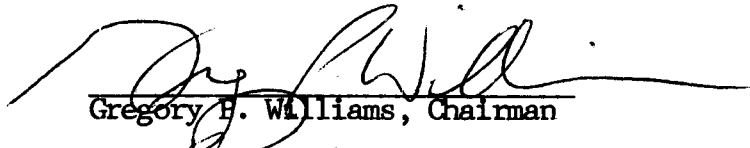
ORDER

IT IS HEREBY ORDERED by this Board as follows:

1. To prevent the physical waste of oil, gas and associated hydrocarbons, the Board hereby authorizes the drilling and completion of a test well, No. 17-8, to be located approximately 1790 feet from the North line and 500 feet from the East line, SE1/4 NE1/4, Section 8, within drilling unit #29, Zone II, comprising the E1/2, Section 8, Township 16 South, Range 25 East.
2. The Board further authorizes the temporary abandonment of the No. 42-8 Well located in the SW1/4, SE1/4, Section 8, Township 16 South, Range 25 East.
3. The Board further authorizes the applicant to determine the commercial production possibilities of the proposed test well, No. 17-8 Federal, after which a determination as to the disposition of the wells be made to provide for only one producing well within drilling unit #29, Zone II.


DATED this 25th day of August, 1983.

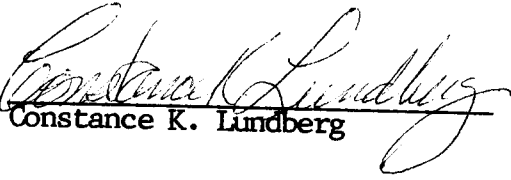
STATE OF UTAH
BOARD OF OIL, GAS AND MINING

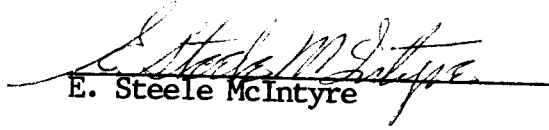

Gregory B. Williams, Chairman


John M. Garr


Charles R. Henderson


Richard B. Larsen


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E. Steele McIntyre