

BEFORE THE BOARD OF OIL, GAS, AND MINING
DEPARTMENT OF NATURAL RESOURCES
in and for the STATE OF UTAH

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MAR 12 1980

IN THE MATTER OF THE APPLICATION)
OF AMERICAN QUASAR COMPANY OF NEW)
MEXICO FOR AN ORDER ESTABLISHING)
160-ACRE DRILLING AND SPACING)
UNITS FOR THE LODGEPOLE FIELD)
INCIDENT TO THE PRODUCTION OF)
OIL AND ASSOCIATED HYDROCARBONS)
FROM THE NUGGET AND TWIN CREEK)
FORMATIONS IN LANDS LOCATED IN)
SECTIONS 26, 27, 33, 34, AND 35,)
TOWNSHIP 2 NORTH, RANGE 6 WEST,)
SLM, SUMMIT COUNTY, UTAH.)

DIVISION OF
OIL, GAS & MINING

CAUSE NO. 167-3

O R D E R

This cause came on regularly before the Board and was heard, pursuant to due and proper Application and Notice of Hearing, on February 27, 1980, in the Conference Room of the Utah Division of Wildlife Resources, 1596 West North Temple, Salt Lake City, Utah. The following named Board members (constituting a quorum of the Board) were present and in accordance with law participated in the hearing upon all matters and the decision resulting in this Order:

Charles R. Henderson, Chairman, Presiding

Edward Beck

Ray Juvelin

Steele McIntyre

Also present and participating:

Cleon B. Feight, Director of the Division

Robert G. Pruitt, Jr., attorney for American Quasar,
addressed the Board

Correspondence from other companies supporting the position of American Quasar was read into the record of the meeting.

After deliberation and advice from the staff of the Division, the Board makes and enters findings of fact and enters its Order as follows:

FINDINGS OF FACT

1. The Temporary Order entered February 1, 1979, establishing 160-acre drilling and spacing units for oil

production from the Nugget and Twin Creek Formations in the Lodgepole Field of Summit County has worked successfully for the past year and should be extended for an indefinite period of time.

2. Development of the Lodgepole Field indicates that Sections 25 and 36, Township 2 North, Range 6 East, SLM, are outside the field and should be deleted and removed from the spacing order.

3. All parties appearing or responding to the Board's notice are in favor of extending the temporary order and removing Sections 25 and 36 from the spacing order.

Pursuant to the foregoing Findings of Fact, the Board hereby makes the following.

O R D E R

1. That the Order in Cause 167-2 be amended to remove Sections 25 and 36, Township 2 North, Range 6 East, SLM, from the spaced area described and covered by said Order.

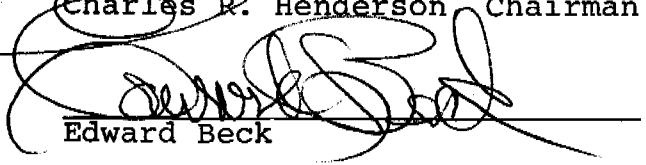
2. That the Order in Cause 167-2, as amended, be extended for an indefinite period of time.

3. That the Board shall retain continuing jurisdiction over all matters covered by this Order and over all parties affected thereby, for the purpose of making such further Orders as it may deem appropriate and as authorized by state and applicable regulations.

ENTERED as of this 27th day of February, 1980.

BOARD OF OIL, GAS AND MINING


Charles R. Henderson, Chairman


Edward Beck


Steele McIntyre


Ray Juyelin