## BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES IN AND FOR THE STATE OF UTAH

Pursuant to an Order to Show Cause and Notice of Hearing dated February 22, 1980, of the Board of Oil, Gas and Mining, Department of Natural Resources of the State of Utah, this Cause came on for hearing at 11:00 a.m. on Wednesday, March 26, 1980, in the Governor's Board Room, Room 200, State Capitol Building, Salt Lake City, Utah.

NOW, THEREFORE, being fully advised in the premises, and no persons appearing before the Board in opposition to the application, the Board now makes and enters the following:

## FINDINGS OF FACT

- 1. Due and regular notice of the time, place and purpose of the hearing was given to all interested parties in the form and manner and within the time required by law and the rules and regulations of the Board.
- 2. The Board has jurisdiction over the matter covered by said

  Notice and over all parties interested therein and has jurisdiction to

  make and promulgate the Order hereinafter set forth.
- 3. That the principal producing sand or zone in this area is the Timpoweap Member of the Moenkopi Formation.
- 4. That there has been no systematic development through the Virgin Field which was discovered in 1907.
- 5. That all available geological and engineering date concerning the Virgin area indicates that this is primarily an oil producing area of extremely low pressure.

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## ORDER

IT IS THEREFORE ORDERED:

A. That the staff may grant an exception to the provisions of Rule C-3, General Rules and Regulations, so as to permit the drilling of wells on unrestricted spacing to best accommodate the prevention of waste and protection of correlative rights in the development of the field and to maximise ultimate future recovery of oil and associated hydrocarbons insofar as and only insofar as the Moenkopi formation underlying the following sections:

Township 41 South, Range 12 West, SLBM, Washington County
Sections 12, 13 & 14

ALL

- B. That this Order is a temporary order and the Board, on its own motion or the motion of any interested party, may file an application requesting a hearing to present new evidence covering the matter set forth herein.
- C. That the Board retains continuing jurisdiction of all matters covered by this Order and particularly retains continuing jurisdiction to make further orders as appropriate and authorized by statute and applicable regulations.

ENTERED AND EFFECTIVE this 26th day of March, 1980.

BOARD OF OIL, GAS AND MINING OF THE STATE OF UTAH

Charles R. Henderson, Chairman

C. Ray-Juvelin

John L. Bell

Edward T. Bec

E. Steele McIntyre