

CITIES SERVICE COMPANY

BOX 300

TULSA, OKLAHOMA 74102

Legal Division

January 13, 1983

RECEIVED

JAN 17 1983

Mr. Cleon B. Feight, Director
Utah Division of Oil, Gas and Mining
4241 State Office Building
Salt Lake City, Utah 84114

DIVISION OF
OIL, GAS & MINING

Re: Amended Application of Cities Service Company
to establish a drilling and spacing unit in the
Nugget pool

Dear Mr. Feight:

Enclosed are six (6) copies of the Amended Application of Cities Service Company to modify the "Amended Findings of Fact, Conclusion of Law and Order in Cause No. 203-1" so as to extend the Nugget Common Source of Supply for which 80 acre drilling and spacing units were therein established to include the S 1/2 of the SW 1/4 of Section 24, Township 3 North, Range 7 East, Summit County, Utah.

After mailing the original application to you on January 10, 1983, we discovered that the caption did not state that the requested unit is in Section 24 although that fact was clearly set forth in the body of the Application.

The attached Amended Application makes that addition to the caption. No other changes are made.

A copy of the Amended Application has been mailed to those persons listed on Exhibit A to the Amended Application.

I regret any inconvenience this may have caused.

Sincerely,

Gerald H. Barnes

Gerald H. Barnes

GHB/kg
cc: w/attachment
American Quasar Petroleum Company
The Anschutz Corporation
Champlin Petroleum Company
Davis Oil Company
Amoco Production Company

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

IN THE MATTER OF THE APPLICATION)
OF CITIES SERVICE COMPANY FOR AN)
ORDER TO EXTEND THE 80-ACRE)
CHALK CREEK NUGGET GAS SPACING,)
CHALK CREEK AREA, SUMMIT COUNTY,)
UTAH, TO INCLUDE THE S/2 SW/4 OF)
SECTION 24, TOWNSHIP 3 NORTH,)
RANGE 7 EAST)

ORDER

CAUSE NO. 203-4

Pursuant to Notice of Hearing dated January 7, 1983, of the State of Utah, Department of Natural Resources and Energy, Board of Oil, Gas and Mining, this Cause came on for hearing before said Board at 10:00 a.m., Thursday, January 27, 1983, in Room 4110 of the State Office Building, Salt Lake City, Utah.

The following Board Members were present:

Charles R. Henderson, Chairman

Herm Olsen, Presiding Chairman

Margaret R. Bird

Robert R. Norman

Edward T. Beck

John L. Bell

E. Steele McIntyre

Appearances were made as follows:

For Cities Service Company (Applicant), Gerald H. Barnes, Esq.,
Tulsa, Oklahoma

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

FINDINGS

(1) Due Notice of the time, place and purpose of the hearing has been duly given as required by law and regulation, and the Board has jurisdiction over the subject matter described in said notice and over the parties interested therein.

(2) In pursuance of an application by Davis Oil Company, this Board issued its Findings of Fact and Order in Cause 203-1 under date of October 29, 1982, establishing drilling units with respect to certain lands therein more particularly described as being situate in Township 3 North, Range 7 East, SLM, Summit County, Utah.

(3) Said Order provided for drilling units of 80 surface acres, according to the government survey for said lands and included in said lands the Nugget Formation underlying said spacing units.

(4) The Applicant has applied for an Order extending drilling and spacing units as established under this Board's Order in said Cause No. 203-1 for such formation underlying the S/2 SW/4 of Section 24, Township 3 North, Range 7 East, SLM, Summit County, Utah.

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

ORDER

IT IS HEREBY ORDERED BY THIS BOARD AS FOLLOWS:

To prevent the waste of oil, gas and associated hydrocarbons, to avoid the drilling of unnecessary wells, to protect correlative rights and to establish drilling and spacing units in the subject area, the Board hereby extends its Order heretofore entered in Cause No. 203-1 and orders and decrees as follows:

With respect to Section 24, Township 3 North, Range 7 East, SLM, a drilling and spacing unit shall be established comprising the S/2 SW/4 of said Section, containing 80 acres, more or less.

DATED this 27th day of January, 1983.

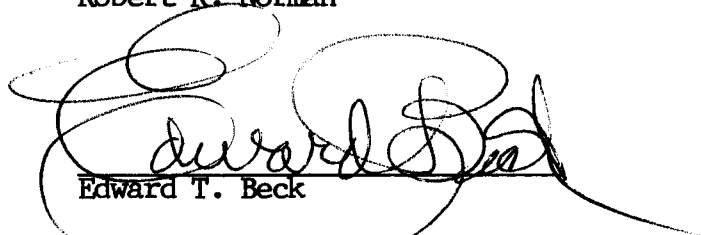
STATE OF UTAH
BOARD OF OIL, GAS AND MINING

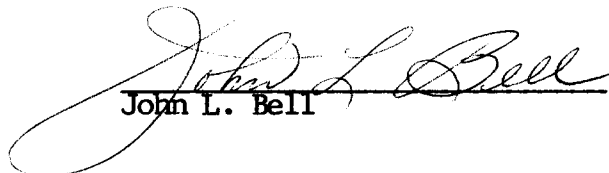

Charles R. Henderson, Chairman


Herm Olsen, Presiding Chairman

Margaret R. Bird


Robert R. Norman


Edward T. Beck


John L. Bell


E. Steele McIntyre