

BEFORE THE CORPORATION COMMISSION
OF THE STATE OF OKLAHOMA

APPLICANT: UNIT PETROLEUM COMPANY

RELIEF SOUGHT: DRILLING AND SPACING UNIT

LEGAL DESCRIPTION: SECTION 27, TOWNSHIP 2 NORTH,
RANGE 20ECM, BEAVER COUNTY, OKLAHOMA

CAUSE CD NO.

201205602-T

ORDER NO.

603307

FINDINGS AND ORDER

1. Hearing Date and Place: 8:30 a.m., 2nd day of October, 2012, Eastern Regional Division, 440 S. Houston, Suite 114, Tulsa, Oklahoma.

2. Appearances: Ron M. Barnes, Attorney, appeared for the Applicant.

3. Notice and Jurisdiction: Notice has been given as required and the Commission has jurisdiction of the subject and persons.

4. Previous Order: None.

5. Amendment: None.

6. Reconciliation of Conflicting Nomenclature or Spacing: The larger 640-acre horizontal drilling and spacing unit is needed to accommodate the longer laterals that can more effectively drain the unit. In this area 80-acre standup units cannot drain efficiently with conventional drilling.

7. Relief Requested: That a 640-acre horizontal drilling and spacing unit should be created for the common sources of supply set forth in "Relief Granted" below. That the manner in which said unit is to be created, as well as the depth, classification of production, size of unit, and location of well, are also set forth in "Relief Granted" below.

8. Relief Granted:

a. Previous Orders Vacated, Amended or Reformed: That the Commission enter its order **vacating Order No. 79230** insofar as it established 80-acre standup drilling and spacing units for the **Marmaton** common source of supply underlying Section 27, Township 2 North, Range 20ECM, Beaver County, Oklahoma; and **extend Order No. 589235** insofar as it established a 640-acre horizontal drilling and spacing unit for the **Douglas, Lansing-Kansas City and Marmaton** common sources of supply underlying Section 33, Township 2 North, Range 20ECM, Beaver County, Oklahoma to include Section 27, Township 2 North, Range 20ECM, Beaver County, Oklahoma.

b. All of the following land is underlain by the respective common sources of supply designated and therefore the following horizontal drilling and spacing units are hereby established:

<u>Common Source of Supply</u>	<u>Classification</u>	<u>Depth</u>	<u>Size</u>	<u>Order Extended</u>
Douglas	Gas	4,860'	640-acre horizontal	589235
Lansing-Kansas City	Oil	5,050'	640-acre horizontal	589235
Marmaton	Oil	6,020'	640-acre horizontal	589235

Underlying Section 27, Township 2 North, Range 20ECM, Beaver County, Oklahoma.

c. Form and Shape of Unit: The 640-acre horizontal drilling and spacing unit established hereby shall be formed as follows:

A Governmental Section.

d. Location of Unit Well: The one well permitted for the 640-acre horizontal drilling and spacing unit established hereby shall be located as follows:

In a conventional reservoir the completion interval of a horizontal well in a horizontal well unit shall be located not less than 660 feet from the unit boundary.

e. Map Attached: Attached to this Order is a plat indicating the information required by statute.

9. Conclusion: The relief requested is necessary to prevent or to assist in preventing the various types of waste of oil or gas prohibited by statute, or any of said wastes,

and to protect or assist in protecting the correlative rights of interested parties. Such requested relief, as set forth above, should be granted and IT IS SO ORDERED.

DONE AND PERFORMED this 18th day of October, 2012.

CORPORATION COMMISSION OF OKLAHOMA

Patrice Douglas

PATRICE DOUGLAS, Chairman

Bob Anthony

BOB ANTHONY, Vice Chairman

Dana L. Murphy

DANA L. MURPHY, Commissioner

BY ORDER OF THE COMMISSION:

Peggy Mitchell

PEGGY MITCHELL, Commission Secretary

REPORT OF THE ADMINISTRATIVE LAW JUDGE

The foregoing Findings and Order is the report and recommendation of the Administrative Law Judge.

APPROVED:

Curtis M. Johnson

CURTIS M. JOHNSON, DEPUTY
ADMINISTRATIVE LAW JUDGE

10-10-12

Date

John A. Brusco

REVIEWER

10-15-2012

Date

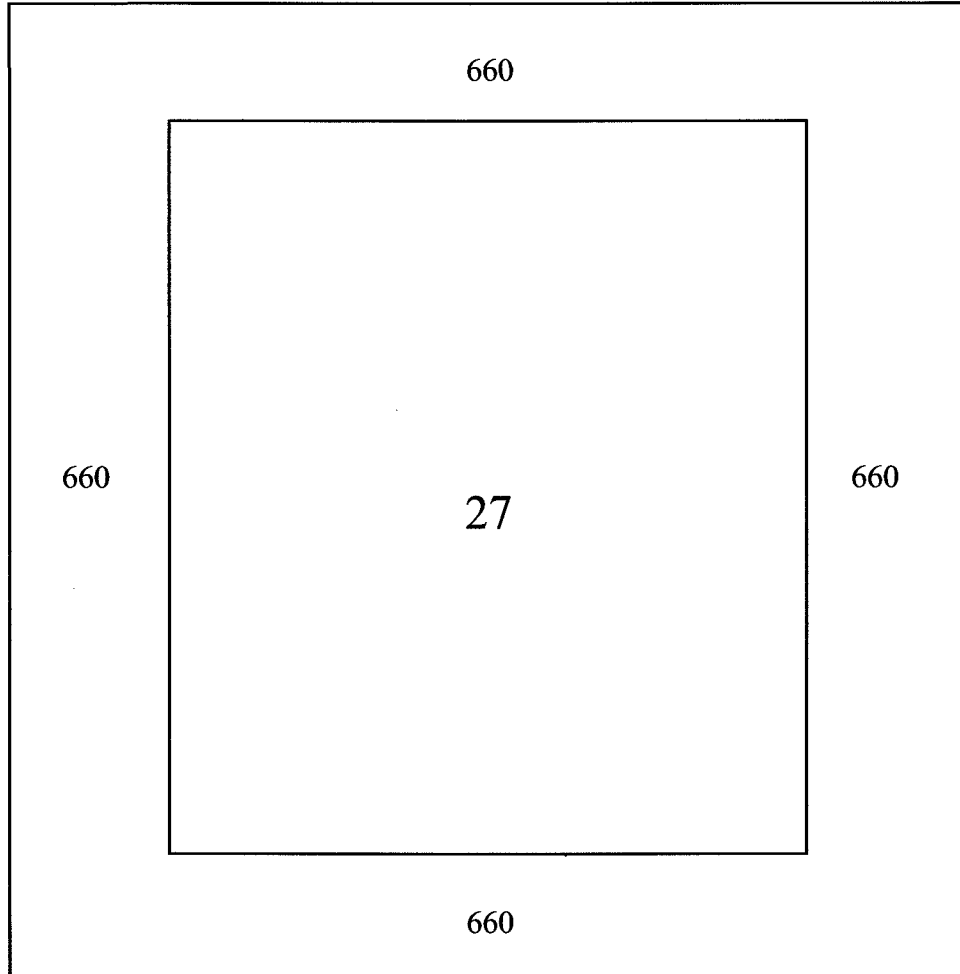
APPROVED AS TO CONTENT
AND FORM:

Ron M. Barnes

RON M. BARNES, OBA#534

EXHIBIT "A"

Section 27, Township 2 North, Range 20ECM, Beaver County, Oklahoma



COMMON SOURCE OF SUPPLY: DOUGLAS, LANSING-KANSAS CITY AND MARMATON

FORM AND SHAPE OF UNIT: THE 640-ACRE HORIZONTAL DRILLING AND SPACING UNIT IS HEREBY ESTABLISHED AS A GOVERNMENTAL SECTION.

LOCATION OF UNIT WELL: IN A CONVENTIONAL RESERVOIR THE COMPLETION INTERVAL OF A HORIZONTAL WELL IN A HORIZONTAL WELL UNIT SHALL BE LOCATED NOT LESS THAN 660 FEET FROM THE UNIT BOUNDARY.