BEFORE THE INDUSTRIAL COMMISSION

OF THE STATE OF NORTH DAKOTA

IN THE MATTER OF A HEARING CALLED ON A MOTION OF THE COMMISSION TO CONSIDER THE TEMPORARY SPACING FOR THE DEVELOPMENT OF AN OIL FIELD DISCOVERED BY QUINTANA PETROLEUM CORPORATION IN ITS #1 CITY OF MOHALL WELL LOCATED IN SW SW OF SECTION 31, TOWNSHIP 162 NORTH, RANGE 83 WEST, BOTTINEAU COUNTY, NORTH DAKOTA, DEFINE THE LIMITS OF THE FIELD AND ANY POOLS THEREIN, AND ENACT SUCH SPECIAL FIELD RULES AS MAY BE NECESSARY.

CASE NO. 674 ORDER NO. 731

TEMPORARY ORDER OF THE COMMISSION

BY THE COMMISSION:

Pursuant to legal notice this cause came on for hearing at 9:30 a.m. on 19th August 1964, at Bismarck, North Dakota, before the Industrial Commission of North Dakota, hereinafter referred to as the "Commission".

NOW, on this 3rd day of <u>September</u>, 1964, the Commission, a quorum being present, having considered the testimony adduced, and the exhibits received at said hearing, and being fully advised in the premises,

FINDS:

- (1) That geological and engineering evidence presented to the Commission bearing on the matter of well spacing indicates that the Mohall-Madison pool as classified and defined by this temporary order should, for a period not to exceed eighteen (18) months from date of this order, be developed on a pattern of one well to 80 acres in order to drain efficiently the recoverable oil from said pool, assure orderly and uniform development, avoid the drilling of unnecessary wells, and prevent waste in a manner to protect correlative rights.
- (2) That temporary 80 acre spacing in this pool will result in the efficient and economical development of the field as a whole and will operate so as to prevent waste and provide maximum ultimate recovery, will avoid the drilling of unnecessary wells and will protect correlative rights.
- (3) That certain special field rules are necessary to prevent waste and protect against the pollution of surface waters.

IT IS THEREFORE ORDERED:

(1) That the following described tracts of land in Bottineau and Renville Counties, North Dakota, be and the same are hereby designated the Mohall Field:

BOTTINEAU COUNTY
Township 162 North, Range 83 West, 5th PM
All of section 31

Township 161 North, Range 83 West, 5th PM All of section 6

RENVILLE COUNTY

Township 162 North, Range 84 West, 5th PM

All of section 36

Township 161 North, Range 84 West, 5th FM All of section 1

together with those additional quarter-quarter sections, or governmental lots corresponding thereto as may be proven productive by wells drilled as direct offsets to wells included in the limits as set forth above, provided further that such extensions of the pool boundaries shall include only sufficient acreage to form a spacing unit for such wells.

- (2) That the Mohall-Madison pool be, and the same is hereby defined, as that accumulation of crude oil and natural gas found below the top of the Frobisher-Alida interval and above the top of the Tilston interval within the limits of the Mohall Field as defined above.
- (3) That 80 acre spacing is hereby established for the Mohall-Madison Pool in Bottineau County, North Dakota.
- (4) That all wells drilled in the Mohall-Madison Pool or within $1\frac{1}{2}$ miles thereof, shall be located in the center of the southwest and northeast quarters of the governmental quarter sections, or lots corresponding thereto.
- (5) That the spacing units be rectangular in shape and consist of any two adjacent quarter-quarter sections (or governmental lot or lots corresponding thereto) containing not less than 72 acres as determined by, or in accordance with governmental survey, located with the same quarter section.
- (6) That no well shall be drilled or produced in the above mentioned field except in conformity with the spacing pattern set forth above without a special order of the Commission after due notice and hearing.
- (7) That the following special field rules be, and the same are hereby enacted and shall apply to the subsequent drilling and operation of wells in the Mohall Field.
- (a) That the casing program of all wells drilled hereafter in said Field shall include at least two strings of pipe set in accordance with the following program:
- (i) The surface string shall consist of new or reconditioned pipe that has been previously tested to one thousand (1000) pounds per square inch. The casing shall be set and cemented at a point not higher than one hundred and fifty (150) feet below the surface of the ground. Cementing shall be by the pump and plug method, and sufficient cement shall be used to fill the annular space back of the pipe to the surface of the ground, or the bottom of the cellar. Cement shall be allowed to stand a minimum of twelve (12) hours before drilling the plug or instituting tests.

- (ii) The producing, or oil string, shall consist of new or reconditioned pipe that has been previously tested to three thousand (3000) pounds per square inch. Cementing shall be by the pump and plug method, and sufficient cement shall be used to fill one and one-half ($1\frac{1}{2}$) times the annular space between the shoe and a point fifty (50) feet above the bottom of the Spearfish Formation, but not less than 250 sacks of cement shall be used, and the cement shall be allowed to stand twenty-four (24) hours before drilling the plug or initiating tests.
- (b) The producing, or oil string, shall be set below the base of the Spearfish ant the string shall be tested by either lowering the fluid level or by application of pump pressure. If the test is made by lowering the fluid level, the well shall be bailed dry or at least to a point midway to the bottom of the string and the top of the cement, behind the string, and shall be allowed to stand a minimum of two (2) hours. If, after that period the fluid level shows a rise equivalent to two (2) percent of the distance bailed, the string shall be repaired so as to exclude water. Thereafter the casing shall be again tested in the same manner. If the test is made by application of pump pressure, a pressure of a least fifteen hundred (1500) pounds per square inch shall be applied. If, at the end of thirty (30) minutes this pressure drops one hundred and fifty (150) pounds per square inch or more, the string shall be repaired so as to exclude water. Thereafter the casing shall be again tested in the same manner. Further work shall not proceed until a satisfactory test has been obtained.
- (c) All christmas tree fittings and well-head connections shall have a working pressure of at least one thousand (1000) pounds per square inch or a test pressure of at least two thousand (2000) pounds per square inch.
- (d) The gas-oil ratio of each well in the field shall be determined four times annually during the months of February, May, August, and November, and reported to the State Geologist within fifteen (15) days after the end of the month in which they are determined. All measurements shall be made under the supervision of the State Geologist or his designated representatives.
- (e) Any well with a gas-oil ratio of over two thousand (2000) cubic feet per barrel shall have the allowable oil production adjusted in accordance with Rule 506 in Industrial Commission's Order No. 1, General Rules and Regulations for the Conservation of Crude Oil and Natural Gas for the State of North Dakota.
- (f) The reservoir pressure of all flowing wells, and the static and working fluid levels of all pumping wells, shall be determined semi-annually during the months of May and November. The results thereof shall be reported to the State Geologist on or before the 15th of the month following the month in which the measurements were made. All pressure determinations shall be measured at or adjusted to a datum of two thousand five hundred and fifty (2550) feet below sea level and after the well has been shut in for a period of approximately forty-eight (48) hours. All reservoir pressure measurements, or fluid level determinations, shall be made under the supervision of the State Geologist or his designated representative, and by methods approved by the State Geologist.
- (7) That this order shall cover all the Mohall-Madison Pool, common source of supply of crude oil and natural gas, as hereinabove defined, and shall continue in full force and effect for eighteen (18) months from the date hereof.

DONE, at Bismarck, North Dakota, this 3rd day of _

THE NORTH DAKOTA INDUSTRIAL COMMISSION

William J. William L. Guy, Governor

Helgi Johanneson, Attorney General

Math Dahl, Commissioner of Agriculture & Labor

AFFIDAVIT OF MAILING

I, Clarence B. Folsom, Jr., being first duly sworn upon oath, depose and say: That I am over twenty-one years of age; that on the 14 day of Sept., 19 64, I enclosed in separate envelopes true and correct copies of the attached Order No. 731 of the North Dakota State Industrial Commission, and deposited the same in the United States Post Office at the University Station, University of North Dakota, Grand Forks, North Dakota, with postage thereon fully Ernest R. Fleck Box 1436 Bismarck, North Dakota all of whom filed written appearances at the hearing of the Industrial Commission on Case No. 674 .

(Signature of person mailing Order and preparing Affidavit)

Subscribed and sworn to before me this day of fept., 1964.

Notary Public, Grand Forks County

THIS FORM MU BE FILLED OUT AND HANDED TO THE EPORTER IN ATTENDANCE AT THE HEARING

STATE INDUSTRIAL COMMISSION

STATE OF NORTH DAKOTA

APPEARANCE

Place Bramach	Date AUS 191964 Docket No. 674
Name Ormal Bo	vs.
Address Box	1436
Appearing for Guin	Tana

EXHIBITS FOR MOHALL FIELD HEARING BOTTINEAU COUNTY, NORTH DAKOTA

NORTH DAKOTA GEOLOGICAL SURVEY

CASE NO. 674

AUGUST 19, 1964

PREPARED BY
QUINTANA PETROLEUM CORPORATION

Osing—Togger Size Dens, Visc. Holid loss Source of Sample R., @ Meas. Temp. Source R. R. R., @ Meas. Temp. Source R. Temp. Source R. Temp. Source R. Temp. Max. Rec. Temp.	Septh—Logger Stm. Log Interval op Log Interval asina—Driller	COUNTY COUNTY	OCAT Y OF MOHALL #1	
Hole GYP BASE Hole GYP G	4520 4519 4519 8-5/29312 @ @ @	CATION CATION C. 31 GL KB Tom KB Tom KB Tom KB AS200 AS200	SCHUJABERGER INDUCTION - ELECTRICAL LOG SCHUMBERGER WELL SURVEYING CORPORATION HOWSEN, Texas COMPANY OUINTANA PETROLEUM CORPORATION WELL CITY OF MOHALL #1 GET WILDCAT WILDCAT	CITY OF MOHALL NO. 1 WELL
	300			INDUSTRIAL COMMISSION OTATE OF NORTH DAKOTA Data AUG 19 1964 Case No. 674 Introduced by Duintana Exhibit Identified by ON
	4400			Top of Mission Canyon 4,406' (-2,804') Perforations - 4,418' 4,430'
	4500			Drill Stem Test - 4,402' 4,442' Core - 4,412' 4,442'
		O SHORT NORMAL O	6 FF40	Total Depth - 4,520'
_ <mark>- </mark>		0 SHORT NORMAL 20 0 200 Ω INDUCTION 20 0 200	1000 INDUCTION 0 2000 1000 3000 2000]
SPONTANEOUS-POTENTIAL millivolts	DEPTHS	RESISTIVITY ohms - m²/m	$\begin{array}{c} \text{CONDUCTIVITY} \\ \text{millimhos/m} = \frac{1000}{\text{ohms-m²/m}} \end{array}$	EXHIBIT NO. 1 CASE NO. 674

- GEGGA		R 83 W							
	23	1	24		19		20		21
ವರ್ಷ-೧									
			1						
17/8ZP5-00									
	Art Crooks	Frank E. Sohm,	Geo Witteman	Caroline & Roy Brackelsburg	8k. of NO 1/2 min Nellie Witteman	Arthur Ingluelsted	Geo & Cecelie Witteman	Andrew & Florance Witteman	
income.	26	7	Skelly 25		Texote 30	7	Amerada 29	Amerada	28
	INDUSTRIA	Amerada COMMIS	BION		*				
122	STATE OF N	DRTH DA <u>864</u> Case No.	694		Josaph & Frank J.		Andrew J. & Florence	Wm. Witteman É	
	Stacu Erooks	Paratan.			Gehringer		Witteman	T.P. Clifford Amerada	1
the second	Exhibit	2		Skelly Skelly	Taxaco				
. т	Identified by			Louis R. F Luverna Erickson					
WINDS.		Transition and administrative and the sales and desirable administration of the	er Crooks		Roland I. Wade	-	Theo P Clifford	Clark Kally	
: 1	Amerada 35	Amerada	Amerada 7 36	Amerada Ovintana	Amerada 31	Skelly	32		33
5668E97								Williamson	2
. 1	! Clark Kelly	St. Glen Wade	State All min. Louis P. Erickson	Ivan B.	Gahringar	Roland I. Wada		φ'	
ACTIVATE	Texaco	Amerada	Amarada		Ouintana	Farme	rs Expl.		
. 1	阿拉拉斯			Guintanz					
egospan .	Reuben Holvarson	Malvig Duarra	State All Min. Melyin Duerre	4520' City of Mohell	Grant M. Morrison	Herola	Ring	Bk of NO V1 Wm. Witteman, etal	
; 1	Amerada 2	Amerada	Ámerada l	Skelly	6 Skelly	Quintana Skall	Farmers Expl.		4
(STA NA)							(d) mera Exp.		
1	Albert O Gilseth		State 1/2 Clarence Gilseth	State 1/2 Gail Clifford		HOLEGISCOLO IN THE PROPERTY OF	F	Wm Witteman I.P. Clifford	
,	Kerr-McGee	Amerada	Amerada	Quintana	Ouintana	The second secon	Walden	I.F. CITTTOFA	
ı									
(Prison)	Stata 1/2 min. Norbert Nelson	Malvin & Sylvia Du	Erwin Brendal	Gail & Theo P. Clifford	Georga Sam Shurson Simpson	Lulu Belle & Carl O. Gilseth	Eleanor & Kathleen Delap	Hemming Halvesor	
·	Mar-Win 11		Mar-Win 12	Quintana	Farmers Expl. 7	Quintana	Ouintana 8	Quintana	9
e e e e e e e e e e e e e e e e e e e									
Ì	Wm. Connela			11501					
postos.	Will, C. Billiera	Orville P. Witteman	Sam Simpson Skelly	LL & M.J. Kelly Farmers Expl.	Geo Witteman Ouintana	Arthur B Witteman Mar Win Dev.	P.E Wilms Ouintana	Car/ Crogen	
(Second)	Harry P. Martin &			Wm Witteman É		8k of N.D. 1/2	OHO & Arthur		
=	Orville P Witteman	Orville P. Witteman	Frank J Gehringer		Dorthy A. Palmer Taxes (a 18	Gust Herigstad	OHO & Arthur Halverson	Otto Halverson	
				Texas Co.	Texas Co 18		QUINTANA F	PET. CORP.	
PER LA SE	Makes	54.4.						NORTH DAKOT	1
]-	Melvin & Sylvia Duerre	State Orville P. Witteman	L.M. Hellebust	Wm. O Hugen	eta! Karson Kirkeley,				===
		City		Lauritz Johansen É	EXHIBIT NO	b. <u>2</u>	MOHALL	FIELD	
	Mohall Airport	of' Mohall		P.L. Thompson	CASE NO	674	sca	LE	
•	Airport	ji		ı			0 1000	3000 5000	

COMPLETION DATA QUINTANA PETROLEUM CORPORATION CITY OF MOHALL #1

SW, SW, Sec. 31, T 162 N, R 83 W, Bottineau County, North Dakota

					Final 24 Hou	ır Potentia	1 Test -	June 30, 1964		
Date	Total		KB	24 Hr. Prod.,	, Salt Water	Gravity,		Pump	Strokes,	Working
Completed	Depth	Perforations	Elevation	BOPD	Prod., %	OAPI	Tubing	Stroke, In.	Min.	Barrel, In
May 28, 1964	4,520'	4,418-4,430'	· 1,602'	40.06	42	28.6	2-3/8" - 4,464'	- 54	15	1-1/2"

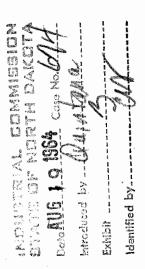


EXHIBIT NO. 3 CASE NO. 674



SKELLY OIL COMPANY

P. O. Box 1650

TULSA 2, OKLAHOMA

August 10, 1964

Re: Case No. 674

North Dakota Industrial Commission c/o Governor's Office State Capitol Bismarck, North Dakota

Gentlemen:

PRODUCTION DEPARTMENT

C. L. BLACKSHER, VICE PRESIDENT W. P. WHITMORE, MGR. PRODUCTION W. D. CARSON, MGR. TECHNICAL SERVICES ROBERT G. HILTZ, MGR. JOINT OPERATIONS GEORGE W. SELINGER, MGR. CONSERVATION

> Skelly Oil Company concurs with Quintana Petroleum Corporation's application for temporary spacing for the development of an oil field discovered by Quintana Petroleum Corporation in its No. 1 City of Mohall well, located in the SW/4 SW/4 of Section 31, Township 162 North, Range 83 West, Bottineau County, North Dakota.

We recommend 80-acre spacing with the permitted wells to be located in the approximate center of the SW/4 and approximate center of the NE/4 of each governmental quarter section.

Garye W Lile

Governor Gu

RJJ:br

cc-Dr. Wilson Laird Geological Survey University Station Grand Forks, North Dakota

Quintana Petroleum Corp. c/o Mr. Ernest Fleck. Attorney Bismarck, North Dakota

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM
W. P. MARSHALL, PRESIDENT

1201 (4-60)

SYMBOLS

DL = Day Letter

NL = Night Letter

LT=International Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination

MA 095 SSJ 146 M GRA 054

1964 AUG | | PM | 24

(D HSB279) PD=FAX HOUSTON TEX 11 1108A CST=
DR WILSON LAIRD, NORTH DAKOTA GEOLOGICAL SURVEY=
GRAND FORKFS NDAK=

HAVE NOT RECEIVED OFFICIAL NOTIFICATION OF AUGUST 19
HEARING ON MOHALL AREA, PLEASE ADVISE CASE NUMBER BY
COLLECT RETURN WIRE, WOULD APPRECIATE YOU CHECKING
NOTIFICATION LIST TO INSURE THAT QUINTANA IS INCLUDED=

J J CROWDER.

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE.