Copies to Tom

HUSKY OIL COMPANY

PHONE 500 P. O. BOX 380
CODY, WYOMING

00818445

9-26

June 30, 1955

Mr. H. C. Teasdel
The California Company
800 The California Company Bldg.
New Orleans 12, Louisiana

Dear Mr. Teasdel:

Re: West Rangely Weber Unit
Rio Blanco County, Colo.

We acknowledge receipt of your letter of May 27, 1955 in reference to a reconsideration of our position relating to unitization of the west portion of the Rangely Field.

Upon receipt of your letter we notified Mr. George Jenkinson of Stanolind Oil and Gas Company, who are the operators of our interest in the Rangely Field, that there was no change in our feeling or position from that expressed in a meeting held in Denver last year. Our position then and now is that we would lend our best efforts to help establish equities with the thought of field-wide unitization. In view of the recent decision in the Colorado courts reflecting the Conservation Commission's lack of regulatory powers to enforce injection of gas at Rangely, or elsewhere, it seems more important than ever that the operators again make an honest effort to arrive at a voluntary field-wide unitization plan. Certain formulas have been suggested and approved in the past for fixing percentage equities in the Rangely Field, but these broke down at the last minute as a result of one or two companies jockeying for position. If, in the long run, equities cannot be established by the engineering committee of Rangely which are satisfactory to all the interested parties, perhaps consideration should then be given to calling in a reputable outside reservoir engineering firm who could check the equities as established by the engineering committee.

Copies of this letter are being sent to other interested parties in the Rangely Field so that they may be advised of Husky Oil Company's position. We will be glad to meet with the other operators at any time to further the idea of field-wide unitization for which we have been an advocate from the first.

Sincerely yours,

HUSKY OIL COMPANY

Geo. S. Buchanan

Geo. S. Buchanan
Vice President

GSB:mc

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cc: Stanolind Oil and Gas Company
Box 591
Tulsa, Oklahoma
Attention of Mr. E. F. Bullard

Tide Water Associated Oil Company
17 Battery Place
New York 4, New York
Attention of Mr. T.L. Wark

The Sharples Oil Corporation
Suite 1001, 1700 Broadway
Denver 2, Colorado

Utah Oil and Refining Company
P. O. Box 898
Salt Lake City 10, Utah
Attention of Mr. E. S. Holt

Continental Oil Company
Continental Oil Building
Denver, Colorado
Attention of Mr. Wayne Glenn

Utah Southern Oil Company
Utah Oil Building
Salt Lake City, Utah
Attention of Mr. G. T. Hansen

Weber Oil Company
Utah Oil Building
Salt Lake City, Utah
Attention of Mr. J. L. Dougan

Mr. Warwick M. Downing
Colorado Oil & Gas Conservation Commission
1162½ Elati Street
Denver 4, Colorado

Mr. H. J. Duncan
United States Geological Survey
Department of the Interior
Washington, D. C.

Mr. J. R. Schwabrow
United States Geological Survey
P. O. Box 400
Casper, Wyoming

Mr. Lee Osborne
Union Pacific Railroad Company
422 West Sixth Street
Los Angeles 14, California

Mr. Tom T. Freeman
The Texas Company
P. O. Box 2100
Denver, Colorado

Raven Oil and Refining Company
Rangely, Colorado
Attention of Mr. R. A. Bryson