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OCT 6 1987

STATE OIL AND GAS BOARD  
As Created Under the Constitution

BEFORE THE STATE OIL AND GAS BOARD  
OF THE STATE OF MISSISSIPPI

DOCKET NO. 191-87-695

ORDER NO. 358-87

ORDER ESTABLISHING SPECIAL FIELD RULES  
AND DEFINING A GAS POOL  
BOONE CHURCH FIELD  
CHICKASAW COUNTY, MISSISSIPPI

This Cause this day came on to be heard on the Petition of MORROW OIL & GAS CO., the process, oral and documentary evidence, and the argument of counsel, and upon said hearing the Board finds:

1. That due and legal notice of the meeting of this Board for the purpose of considering this docket and this Petition has been given for the time and in the manner provided by law, and that due and proper proofs of said notices are on file with the Board. The Board thus has jurisdiction of the subject matter and the parties involved, with full right to hear and determine said cause.

2. Petitioner and those associated with it have recently drilled and completed a well capable of producing gas in commercial quantities in an area of Chickasaw County, Mississippi which has only recently been designated by this Board as the Boone Church Field. The well is the Morrow Oil & Gas Co.-McCAIN 16-3 WELL, located within the Northeast Quarter of the Northwest Quarter of Section 16, Township 13 South, Range 5 East. There has further been a dry hole drilled within the area since the filing of the petition in this docket. In the drilling and completing of the wells aforesaid a gas pool has been penetrated and identified which has not heretofore been defined within the area herein described. It thus appears appropriate that in order to promote the orderly development of the newly found gas pool Special Field Rules should be adopted which establish the aerial extent of the field, define the known producing gas pool, and set rules for the further development of the area.

3. From the best information now available it appears that the aerial extent of the newly discovered field (Boone Church Field) should be described as follows:

CHICKASAW COUNTY, MISSISSIPPI

TOWNSHIP 13 SOUTH, RANGE 5 EAST

Section 9: The Entire Section.

Section 15: The West Half.

Section 16: The Entire Section.

And all productive extensions thereof.

4. It further appears that the presently known gas pool within the area should be defined as:

The Sanders Gas Pool is those strata found between 2,232 feet and 2,310 feet on the Dual Induction Log of the well known as the Morrow Oil & Gas Co.-McCAIN 16-3 WELL located on the Northeast Quarter of the Northwest Quarter of Section 16 of Township 13 South, Range 5 East.

5. It appears that the producing characteristics of this known gas pool are such that the same can be adequately and properly developed, in an orderly fashion, if special field rules for the field and the pool be established as set out in Exhibit "A" hereto.

Rules so providing will promote the orderly development of the field, will prevent avoidable waste, will protect the co-relative and co-equal rights of the parties in interest and be in the best interest of all parties.

IT IS THEREFORE, ORDERED AND ADJUDGED THAT:

A. The Boone Church Field in Chickasaw County, Mississippi shall be those lands described in Paragraph 3 above and as shown in the special field rules attached hereto as Exhibit "A".

B. The newly discovered gas pool shall be known as the SANDERS GAS POOL is defined as stated in Paragraph 4 above and as contained in the special field rules attached hereto as Exhibit "A".

C. Special field rules are here established for the Boone Church Field in the exact words, figures, and phrases as contained in Exhibit "A" attached hereto and made a part hereof by reference as though copied herein in full.

ORDERED AND ADJUDGED this the 16<sup>th</sup> day of September, 1987.

STATE OIL AND GAS BOARD OF THE  
STATE OF MISSISSIPPI

BY: 

CHAIRMAN

EXHIBIT "A"

SPECIAL FIELD RULES  
FOR THE BOONE CHURCH FIELD  
CHICKASAW COUNTY, MISSISSIPPI

The Boone Church Field, as used herein, is that area consisting of the following described land, to wit:

TOWNSHIP 13 SOUTH, RANGE 5 EAST

CHICKASAW COUNTY, MISSISSIPPI

Section 9:           The Entire Unit.  
Section 15:          The West Half (W/2).  
Section 16:          The Entire Unit.

1.

The Sanders Gas Pool in the Boone Church Field is those strata found between 2,232 feet and 2,310 feet on the Dual Induction Log of the well known as the Morrow Oil & Gas Co. - McCAIN 16-3 WELL located on the Northeast Quarter of the Northwest Quarter of Section 16, Township 13 South, Range 5 East.

II.

The characteristics of said Sanders Gas Pool in said field are such that a well located as hereinafter prescribed and drilled upon a drilling unit containing approximately 320 contiguous surface acres conforming to the requirements of the rules herein contained will efficiently drain and produce the recoverable gas from such units in said pools without avoidable waste.

RULE 1- SPACING OF GAS WELLS:

Every well drilled as a gas well:

- a. Shall be located on a drilling unit consisting of 320 contiguous surface acres, or a governmental half-section containing not less than 300 acres or more than 340 acres, upon which no other drilling or producible well is located;

- b. If not a governmental half-section, then it must be completely encompassed by the perimeter of a rectangle 3,735 feet by 5,380 feet. Provided, however, no unit shall be permitted which will create island acreage;
- c. Shall be located at least 1,320 feet from every other drilling or producible well located conformity with this rule; and,
- d. Shall be located not less than 660 feet from every exterior boundary of the unit.

### III.

#### APPLICABILITY OF STATEWIDE RULES:

A. All rules and regulations contained in Statewide Order No. 201-51, and any amendments thereto, not specifically covered in the foregoing Special Field Rules are hereby adopted and shall apply to said field.

B. The Board expressly reserves the right, after notice and hearing, to alter, amend or repeal any and all of the foregoing Rules and Regulations.