

IN THE STATE OIL AND GAS BOARD OF MISSISSIPPI

DOCKET NO. 121-66-79

ORDER NO. 154-66

AMENDMENT TO SPECIAL FIELD RULES OF THE LORING
FIELD, MADISON COUNTY, MISSISSIPPI.

THIS DAY this cause came on for hearing before the Mississippi State Oil and Gas Board, and the Board finding that due, legal, and sufficient notice of this meeting and of the hearing of this cause has been given in the time, manner, and form prescribed by Statute and the Rules and Regulations of this Board and the due, legal, and sufficient proofs of publication of said notice are on file with the Board and that the Board has jurisdiction of the parties and subject matter to hear and determine same; and

The Board having received all of the evidence offered upon the hearing of said cause and the arguments of counsel and having considered same finding:

That the production from the Loring Field in Madison County, Mississippi, is hydrogen sulphide gas which contains condensate and sulphur that can be extracted as useful products, but that the great preponderance of the production is comprised of carbon dioxide, nitrogen, and other waste gases that have no commercial value in the quantities produced, and that by reason of said composition of said production the limiting gas-oil ratio formula prescribed by Rule 40 of the Statewide Rules of this Board should not be applied to the production from the wells in said Field in determining the allowable for said wells; and

The Board further finding that it is necessary and proper that the Special Field Rules in the Loring Field should be appropriately amended in such manner as to provide that the allowable production from said Field shall not be subject to said Rule 40, which objective may appropriately be accomplished by amending said Special Field Rules as hereinafter prescribed.

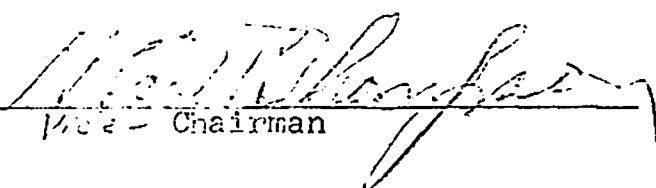
NOW, THEREFORE, IT IS HEREBY ORDERED by the State Oil and Gas Board that Rule No. 3 (a) of the Special Field Rules of the Loring Field, Madison County, Mississippi, be and the same is hereby amended to read as follows:

"For the purpose of establishing allowables and allocating production, the gas-condensate wells in this field shall be treated and considered as "oil" wells rather than "gas" wells and allowables for the production of condensate shall be controlled, governed or regulated by the Board in accordance with the methods prescribed for the control, regulation and fixing of allowables for oil wells contained in Statewide Order No. 201-51 and all amendments thereto; provided, however, that Statewide Rule 40, as amended, which prescribes a 2000/1 gas-oil ratio limitation upon the production of oil wells, shall not be applied to production from the wells in this Field because the "gas" is almost entirely waste gases which have no commercial value. Hearings to determine the maximum efficient rate of production shall be called by the Board on its own motion or at the request of any interested party."

The Board expressly reserves its right after notice and hearing to alter, amend, or repeal any and all said Special Field Rules and Regulations as hereby amended.

ORDERED this the 15th day of June, 1966.

STATE OIL AND GAS BOARD

By 
Vice - Chairman