

IN THE STATE OIL AND GAS BOARD OF MISSISSIPPI

DOCKET NO. 96-66-227

ORDER NO. 121-66

ORDER ESTABLISHING FIELD RULES IN THE
MERCER FIELD, ADAMS COUNTY, MISSISSIPPI.

This cause came on for hearing before the State Oil and Gas Board of Mississippi on the matter of establishing special field rules for the Mercer Field located in Adams County, Mississippi, said hearing being petitioned for such purpose by Sun Oil Company; and

THE BOARD FINDING that due, proper and legal notice of the meeting of the Board for the purpose of considering and taking action with respect to said matter has been given in the manner and way provided for by law and the rules and regulations of this Board, and that due, legal and sufficient proofs of publication are on file with the Board and that the Board has full jurisdiction of the subject matter to hear and determine same; and

PURSUANT TO SAID notice given, a public hearing was held by said Board in Jackson, Mississippi, on May 18, 1966, at which time and place all persons present who desired to be heard on said matters were heard and all proposed special field rules were fully discussed and duly considered by those persons at said meeting; and

THE BOARD HAVING fully considered said matter and the evidence and recommendations made in said hearing, is of the opinion that the following special field rules should be adopted for the prevention of waste and for the protection of the correlative rights of all owners in said field.

IT IS HEREBY ORDERED by the State Oil and Gas Board of Mississippi that the following special field rules be and the same are hereby adopted by the State Oil and Gas Board for the Mercer Field, located in Adams County, Mississippi, to-wit:

SPECIAL FIELD RULES FOR THE
MERCER FIELD, ADAMS COUNTY,
MISSISSIPPI

A. The Mercer Field, as used herein, is that area of Sections 17, 37, and 39, Township 9 North, Range 2 West, Adams County, Mississippi, and all areas underlain by the Armstrong or Helis Sand Oil Pools.

B. The Armstrong Sand Oil Pool, as used herein, shall be construed to mean those strata of the Wilcox Formation productive of oil from the depths of 5370 feet to 5407 feet in the Sun Oil Company John R. Junkin Well No. 4 located in Section 17 and all productive extensions thereof.

C. The Helis Sand Oil Pool, as used herein, shall be construed to mean those strata of the Wilcox Formation productive of oil from the depths of 5,316 feet to 5,327 feet in the Sun Oil Company John R. Junkin Well No. 4 located in Section 17 and all productive extensions thereof.

RULE 1: USE OF METERS

A. The use of meters for testing and for measurement of lease production shall be subject to and in accordance with the following provisions:

1. Only a volume displacement type metering device or vessel which registers the volume of oil passed through it in barrels or multiples thereof may be used.
2. All meters shall be downstream of the necessary separating or treating vessels. All meters shall be designed and installed in conformance with recognized metering practices and shall be subject to the approval of the Supervisor of the Oil and Gas Board.
3. No meter used for oil production measurement shall be directly or indirectly by-passed in such manner as to permit oil to pass into common storage without first being measured.
4. All meters and equipment affecting meter accuracy shall be kept in good working order. Each meter shall be calibrated at least once a month by means of a calibrated tank, a calibrated meter prover or a master meter. When a meter is found to deviate in its recording by more than two percent (2%), it must be adjusted to conform to the said tolerance limitation of two percent or the meter calibration factor corrected.
5. The corrected meter reading at 7:00 A.M. on the first day of each month for each meter shall be reported on the bottom of the form used in reporting the monthly production from the wells being measured by such meter.

B. Lease Automatic Custody Transfer Systems may be utilized in conjunction with Rule 1 A. to effect transfer of custody from the operator to the transporter or purchaser.

RULE 2: 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.

ORDERED this the 14th day of May, 1966.

STATE OIL AND GAS BOARD OF MISSISSIPPI

By: Robert Thompson
Chairman