

MAY 18 1983

## THE STATE OIL AND GAS BOARD OF MISSISSIPPI

STATE OIL AND GAS BOARD  
A. Richard Henderson, SupervisorDOCKET NO. 87-83-134ORDER NO. 128-83ORDER  
SPECIAL FIELD RULES FOR THOMPSON'S  
CREEK FIELD, WAYNE COUNTY,  
MISSISSIPPI

This day this cause came on for hearing upon the Petition of Osborn Heirs Company a Texas corporation, authorized to do business in the State of Mississippi, on the matter of amendment of Special Field Rules for Thompson's Creek Field, Wayne County, Mississippi, to combine the Washita-Fredericksburg (A Sand) Oil Pool and the Washita-Fredericksburg (J Sand) Oil Pool into the Washita-Fredericksburg Oil Pool and allowing oil from said pool and the Lower Tuscaloosa (Massive Sand) Oil Pool to be commingled and produced through one string of tubing in each well within the Thompson's Creek Field, Wayne County, Mississippi.

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 form and for the time provided 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.

That pursuant to said notice given, a public hearing was held by said Board in the Second Floor Auditorium of the Woolfolk State Office Building, Jackson, Mississippi on April 20, 1983, at which time and place all persons present who desired to be heard on said matter were heard

and said amendment to the special field rules was fully discussed and duly considered by all those present 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 amendment as proposed in this matter should be granted and the Special Field Rules as hereinafter shown should be adopted for the prevention of waste and the protection of the correlative rights of all owners in said field.

IT IS THEREFORE, HEREBY ORDERED by the State Oil and Gas Board of Mississippi, that paragraph "C" and paragraph "D" of the Special Field Rules for Thompson's Creek Field, Wayne County, Mississippi, be deleted and that the same are hereby amended to include paragraph "C" as hereinafter shown in the Special Field Rules; and

IT IS FURTHER ORDERED by the State Oil and Gas Board of Mississippi that the Special Field Rules for Thompson's Creek Field, Wayne County, Mississippi be and the same are hereby amended to include "Rule 3" and "Rule 4" as hereinafter shown in the Special Field Rules;

And the rules as set forth hereinafter be, and the same are adopted by the State Oil and Gas Board of Mississippi for the Thompson's Creek Field, located in Wayne County, Mississippi, to take effect on and after April 20, 1983.

SPECIAL FIELD RULES FOR  
THOMPSON'S CREEK FIELD,  
WAYNE COUNTY, MISSISSIPPI

A. The Thompson's Creek Field, as used herein, is that area in Sections 14, 15, 22 and 23, Township 7 North, Range 9 West, Wayne County, Mississippi, and including all productive extensions thereof, which area is underlain in whole or in part by the Lower Tuscaloosa (Massive Sand) Oil Pool and the Washita-Fredericksburg Oil Pool.

B. The Lower Tuscaloosa (Massive Sand) Oil Pool, as used herein, shall be construed to mean those strata productive of oil and/or gas in the Lower Tuscaloosa Formation at the subsurface depth interval of 8,104 feet to 8,166 feet, as indicated by the electrical log in the Placid Oil Company, et al - Dewitt Strickland, et al, No. 1 Well, located 100 feet East of the center of the Northeast Quarter of Southeast Quarter of Section 15, Township 7 North, Range 9 West, Wayne County, Mississippi, or sands correlative to this strata found in other wells.

C. The Washita-Fredericksburg Oil Pool, as used herein, shall be construed to mean those strata productive of oil and/or gas in the Washita-Fredericksburg Formation at a subsurface depth interval of 8,538 feet, as indicated by the electrical log in the Placid Oil Company, et al Strickland, et al Well No. A-1, located 788 feet West of the East line and 660 feet South of the North line of the Southeast Quarter of Northeast Quarter of Section 15, Township 7 North, Range 9 West, Wayne County, Mississippi, down to 10,154 feet as indicated by the electrical log in the Placid Oil Company, et al, Dewitt Strickland, et al, Well No. 1, located 100 feet East of the center of the Northeast Quarter of Southeast Quarter of Section 15,

Township 7 North, Range 9 West, Wayne County, Mississippi, or sands correlative of this strata found in other wells.

RULE 1:           SPACING OF OIL WELLS

(a) With respect to the Lower Tuscaloosa (Massive Sand) Oil Pool, the Washita-Fredericksburg Oil Pool shall be located on a drilling unit consisting of forty (40) contiguous surface acres or a governmental quarter-quarter section containing not less than thirty-six (36) acres or more than forty-four (44) acres, provided, however, two wells otherwise located in conformance herewith may be located on each drilling unit and produced from the Lower Tuscaloosa (Massive Sand) Oil Pool and the Washita-Fredericksburg Oil Pool. Every well drilled as an oil well to the Lower Tuscaloosa (Massive Sand) Oil Pool and the Washita-Fredericksburg Oil Pool shall be located not less than 100 feet from any exterior boundary of said unit, provided, however, that exceptions may be granted by the Board, after notice and hearing, and on such conditions as set out by the Board. When a well is drilled at any location less than 300 feet from any exterior boundary of said unit, notice in writing shall be given to any operator of offsetting leases within 300 feet of such well prior to the drilling thereof, and a directional survey shall be run and submitted to the Board prior to the issuance of an allowable. Every well drilled as an oil well to the Lower Tuscaloosa (Massive Sand) Oil Pool and the Washita-Fredericksburg Oil Pool shall be located at least 200 feet from every other drilling or producible well in the same pool, except in those cases wherein an exception has been previously granted by the Board, after

notice and hearing, and 100 feet from a well drilled to a separate pool on the same unit. The Board reserves the right, after notice and hearing, to grant exceptions to this rule, both for drilling units consisting of less than 40 acres with the allowable reduced proportionately and drilling units in irregular shapes consisting of approximately 40 surface contiguous acres with no reduction in the allowable for said drilling unit.

(b) With respect to all other oil pools in the field, the Statewide Rule for oil wells shall apply.

RULE 2: SPACING OF GAS WELLS

(a) With respect to all wells drilled as gas wells in the field, the Statewide Rules for gas wells shall apply.

RULE 3: COMMINGLING OF PRODUCTION

(a) All oil produced from the Lower Tuscaloosa (Massive Sand) Oil Pool and the Washita-Fredericksburg Oil Pool as hereinabove defined, may be commingled and produced through one string of tubing in each well within the Thompson's Creek Field, Wayne County, Mississippi as hereinabove defined.

RULE 4: APPLICABILITY OF STATEWIDE RULES

(a) All rules and regulations contained in Statewide Order No. 201-51, and any amendments thereto, not specifically covered hereby, are hereby adopted and shall apply to said field.

(b) The Board expressly reserved the right, after notice and hearing, to alter, amend or repeal any and all of the above and foregoing rules and regulations.

That the adoption of the foregoing Special Field Rules for the Thompson's Creek Field, Wayne County, Mississippi, as amended, by the Board will be in the best interest of all owners of interests in the Thompson's Creek Field, Wayne County, Mississippi, including owners of working interests, royalty interests, and mineral interests; will promote the coequal and correlative rights of all owners of interests in said field; will promote the conservation of oil and gas; will prevent waste and will be in keeping with the public policy of the State of Mississippi as declared by the Legislature of the State of Mississippi.

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

SO ORDERED this the 21<sup>st</sup> day of April,  
1983.

STATE OIL AND GAS BOARD OF MISSISSIPPI

By: Vol R. Sanchez, Jr.  
CHAIRMAN OF THE BOARD