BEFORE THE STATE OIL AND GAS BOARD OF MISSISSIPPLED FOR RECORD

PETITION OF SOUTHEAST GAS STORAGE, LLC TO DISSOLVE THE SPECIAL FIELD RULES OF CEDAR GROVE FIELD, MONROE COUNTY, MISSISSIPPI

RE:

FEB 2 6 2009

STATE OIL AND GAS BOARD LISA IVSHIN, SUPERVISOR

DOCKET NO. 73-2009-384 ORDER NO. 119-2009

ORDER

This day this matter came on for hearing before the State Oil and Gas Board at its regular February 18, 2009, hearing on the Petition of Southeast Gas Storage, LLC, a Delaware limited liability company, by and through its contract operator, Tennessee Gas Pipeline Company, a Delaware corporation, (collectively "Petitioner"), to dissolve the Special Field Rules for Cedar Grove Field.

WHEREAS, the Board finds that due, proper and legal notice of the meeting of the Board for the purpose of considering and taking action with respect to such matter was given in the manner and way provided by law and the rules and regulations of the Board; that due, legal and sufficient proofs of publication are on file with the Board; and that the Board has full jurisdiction of the parties and subject matter to hear and determine same; and

WHEREAS, pursuant to said notice given, public hearing was held by the Board at the hearing room of the Board, Suite E, 500 Greymont Avenue, Jackson, Mississippi, commencing on February 18, 2009, at which hearing all persons present who desired to be heard on said matter were heard and all testimony and evidence were duly considered by those parties at said meeting; and

WHEREAS, the Board has fully considered said matter and the recommendations made in said hearing and finds as follows:

- 1. That in companion Docket No. 72-2009-437 Petitioner has requested the Board to establish the "Buttahatchie River Gas Storage Field" as an "Underground Storage Facility" (Statewide Rule 67.1.F.). The proposed Buttahatchie River Gas Storage Field in part overlaps the Cedar Grove Field.
- 2. That all wells in Cedar Grove Field have been plugged and no personal notice of this docket is required.

3. That there has been no reported production from Cedar Grove Field since 1980 and the dissolution of the Special Field Rules of Cedar Grove Field will not adversely impact any known producible deposits of oil, gas or other minerals.

IT IS, THEREFORE, ORDERED AND ADJUDGED that the petition to dissolve the Special Field Rules for Cedar Grove Field is granted and that the Special Field Rules for Cedar Grove Field are hereby dissolved.

IT IS FURTHER ORDERED AND ADJUDGED that Petitioner shall acquire all other permits, if any, from any other permitting authority.

SO ORDERED AND ADJUDGED this the day of Lehnang, 2009, and effective February 18, 2009.

MISSISSIPPI STATE OIL AND GAS BOARD

DAVID A. SCOTT, Chairman

OF COUNSEL:

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