IN THE STATE OIL AND GAS BOARD OF MISSISSIPPI

DOCKET NO. 177-2002-849

ORDER NO. <u>276-2002</u>

IN RE: PETITION OF GRIFFIN & GRIFFIN EXPLORATION, L.L.C., TO ADOPT SPECIAL FIELD RULES FOR THE LITTLE CROW FIELD, WILKINSON COUNTY, MISSISSIPPI.

FILED FOR RECORD

SEP 0 4 2002

STATE OIL AND GAS BOARD WALTER BOONE, SUPERVISOR

ORDER

This cause having come on for hearing on the Petition of GRIFFIN & GRIFFIN EXPLORATION, L.L.C., requesting authority for the adoption of Special Field Rules for the Little Crow Field, Wilkinson County, Mississippi; and the Board being fully advised in the premises, after considering said Petition, the evidence adduced at the hearing of this matter, and argument of counsel, does find as follows:

(1)

Due, proper and legal notice of the hearing of this matter has been given in the manner and form and for the time required by law and by the rules and regulations of this Board; due and proper Proofs of Publication of said Notice of Hearing are on file with the Board; and the Board has full and complete jurisdiction of the matters and parties involved.

(2)

Petitioner is the Operator of the No. 1 Sessions and the No. 1 MP&L Wells in the Little Crow Field, Wilkinson County, Mississippi. The said No. 1 MP&L Well is productive of gas from the Lower Tuscaloosa Formation, and the No. 1 Sessions Well is productive of gas from the Upper Tuscaloosa Formation.

(3)

No Special Field Rules for the Little Crow Field have been previously adopted by this Board.

(4)

There are no other Operators in the Little Crow Field entitled to personal service of the pendency of this Petition under Rule 4(B)(6) of the Rules of Order and Procedure for Hearings Before Board.

(5)

Petitioner has prepared, and submits herewith, for the consideration of this Board and for all

other persons who may be interested, proposed Special Field Rules for the Little Crow Field, which rules are attached to the Petition as Exhibit "A" and made a part thereof to the extent as though copied herein in full.

(6)

Petitioner shall acquire all other permits, if any, required by any other permitting authority IT IS, THEREFORE, ORDERED AND ADJUDGED that the following Special Field Rules be, and the same hereby are, adopted by the State Oil & Gas Board of Mississippi for the Little Crow Field, Wilkinson County, Mississippi, to take effect on and after the _____ day of August, 2002, towit:

SPECIAL FIELD RULES FOR THE LITTLE CROW FIELD, WILKINSON COUNTY, MISSISSIPPI

A. The Little Crow Field, as used herein, is that area consisting of the following land, to-wit:

Township 1 North, Range 4 West:

Sections 37, 38 and 50.

Township 1 North, Range 5 West:

Sections 1, 4, 5, 7 and 8.

- B. The Upper Tuscaloosa Gas Pool shall be construed to mean those strata productive of gas and other hydrocarbons in the Upper Tuscaloosa Formation at the dual induction log intervals of 13,139 feet to 13,156 feet as found in the No. 1 Sessions Well located in Section 50, Township 1 North, Range 4 West, Wilkinson County, Mississippi, and those sands productive of gas and other hydrocarbons correlative to and in communication therewith.
- C. The Lower Tuscaloosa Gas Pool shall be construed to mean those strata productive of gas and other hydrocarbons in the Lower Tuscaloosa Formation at the dual induction log intervals of 13,682 feet to 13,709 feet as found in the No. 1 MP&L Well located in Section 50, Township 1 North, Range 4 West, Wilkinson County, Mississippi.

RULE 1 - SPACING OF WELLS IN THE UPPER TUSCALOOSA GAS POOL:

- (a) Every well completed in the Upper Tuscaloosa Gas Pool shall be located on a drilling unit consisting of six hundred forty (640) contiguous surface acres or a governmental section containing not less than six hundred (600) acres or more than six hundred eighty (680) acres or sixteen (16) contiguous governmental quarter-quarter sections whose total acreage is not less than six hundred (600) acres or more than six hundred eighty (680) acres. No other well producing from the same pool shall be located on any such unit.
- (b) Any gas unit formed under this Rule 1 must be completely encompassed by the perimeter of a rectangle 5580 feet by 6245. No unit shall permitted which will create island acreage.
- (c) Each well shall be located at least three thousand (3000) feet from every other drilling well or well completed in or producing from the same pool located in conformity with this rule.

(d) Each well shall be located not less than fifteen hundred (1500) feet from every exterior boundary of the drilling unit.

RULE 2 - SPACING OF WELLS IN THE LOWER TUSCALOOSA GAS POOL:

- (a) Every well completed in the Lower Tuscaloosa Gas Pool shall be located on a drilling unit consisting of six hundred forty (640) contiguous surface acres or a governmental section containing not less than six hundred (600) acres or more than six hundred eighty (680) acres or sixteen (16) contiguous governmental quarter-quarter sections whose total acreage is not less than six hundred (600) acres or more than six hundred eighty (680) acres. No other well producing from the same pool shall be located on any such unit.
- (b) Any gas unit formed under this Rule 1 must be completely encompassed by the perimeter of a rectangle 5580 feet by 6245. No unit shall permitted which will create island acreage.
- (c) Each well shall be located at least three thousand (3000) feet from every other drilling well or well completed in or producing from the same pool located in conformity with this rule.
- (d) Each well shall be located not less than fifteen hundred (1500) feet from every exterior boundary of the drilling unit.

RULE 3 - APPLICABILITY OF STATEWIDE RULES:

- (a) All rules and regulations contained in Statewide Order No. 201-51 and amendments thereto not specifically covered in the foregoing rules are hereby adopted and shall apply to the Little Crow Field.
- (b) The Board expressly reserves its right, after notice and hearing, to alter, amend or repeal all or any of the rules and regulations contained herein.

SO ORDERED AND ADJUDGED, this the 4th day of Jennangen

TATE OIL AND GAS BOARD OF MISSISSION

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CHAIRMAN

OF COUNSEL:

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