MAY 11 1981

STATE OIL AND GAS BOARD Clyde R. Davis, State Oil & Gas Supervisor

THE STATE OIL AND GAS BOARD OF MISSISSIPPI

DOCKET NO. 129-81-188

ORDER NO. 182 - 81

ORDER

This day this cause came on to be heard on the petition of Triad Oil and Gas Co., Inc., of Jackson, Mississippi, requesting the Board to amend the Special Field Rules for the Mize Field in Smith County, Mississippi, so as to define the 10,674-Foot Paluxy Oil Pool, and the Board finds that due, proper and legal notice of the meeting of the Board has been given in the manner and form provided by law and the rules and regulations of this Board and that proper proofs of publication are on file with the Board and the Board has full jurisdiction of the parties and the subject matter, and having considered the evidence presented in support of said petition, this Board is of the opinion that same should be granted.

The Board further finds that petitioner is the operator of the Board of Supervisors No. 1 Well located in the NW4 of NE4, Section 16, Township 10 North, Range 15 West, Smith County, Mississippi, in the Mize Field; that said well was drilled by Chevron and produced oil in Commercial quantities but was plugged and abandoned in May 1979 after ceasing production; that petitioner obtained Permit No. 450 dated December 23, 1980, for re-entry into the abandoned well, and after successful reworking operations, said well is capable of producing oil in commercial quantities from the 10,674-Foot Paluxy Oil Pool. The Board further finds that the presently known characteristics of the 10,674-Foot Paluxy Oil Pool underlying the unit for said well indicate that one well located on a drilling unit conforming to the Special Field Rules for the Mize Field will efficiently and adequately drain and produce the hydrocarbons in said pool without avoidable waste.

The Board further finds that Special Field Rules for the Mize Field were adopted by Order No. 426-65 dated November 17, 1965, and it is essential that the Special Field Rules be amended so as to identify and define the 10,674-Foot Paluxy Oil Pool as a separate and distinct oil pool in the Mize Field, and for the proper and orderly development of the field and area, for the prevention of physical and economic waste, and the protection of the co-equal and correlative rights of all owners and parties in interest.

IT IS, THEREFORE, HEREBY ORDERED AND ADJUDGED by the State Oil and Gas Board of Mississippi that the Special Field Rules for the Mize Field in Smith County, Mississippi, should be and same are hereby amended so as to identify and define the 10,674-Foot Paluxy Oil Pool, and said Special Field Rules, as amended, shall hereafter read as set forth on Exhibit "A" attached hereto.

ORDERED AND ADJUDGED this // day of April, 1981.

STATE OIL AND GAS BOARD OF MISSISSIPPI

By CHAIRMAN

SPECIAL FIELD RULES FOR THE MIZE FIELD SMITH COUNTY, MISSISSIPPI

The Mize Field, as used herein, is that area consisting of the following described land, to-wit:

Sections 8, 9, 10, 15, 16 and 17, Township 10 North, Range 15 West, Smith County, Mississippi, underlain by one or more of the pools hereinafter defined and all productive extensions thereof.

RULE 1

- A. The 9,000-Foot Washita-Fredericksburg Oil Pool, as used herein, shall be construed to mean those strata productive of oil occurring between the measured depths of 9,031 feet and 9,067 feet on the Induction-Electric Log as recorded by Schlumberger Well Surveying Corporation of Houston, Texas, on May 21, 1963, in the California Company Board of Supervisors 6 No. 1 Well, located in the NE 1/4 of NE 1/4 of Section 16, Township 10 North, Range 15 West, Smith County, Mississippi, or correlative of these strata in other wells in said interval. (Order No. 426-65).
- B. The 10,400-Foot Paluxy Oil Pool in the Mize Field, Smith County, Mississippi, shall be those strata productive of hydrocarbons in the interval between the measured depths of 10,436 feet to 10,488 feet in the I. N. Hickox-Jessie Biglane Unit No. 1 Well located on a unit described as the SE 1/4 of SE 1/4 of Section 9, Township 10 North, Range 15 West, Smith County, Mississippi, as indicated on the Induction-Electric Log of Schlumberger Well Surveying Corporation in said Jessie Biglane No. 1 Well, and all strata productive of hydrocarbons which can be correlated therewith. (Order No. 120-77).
- C. The 10,580-Foot Paluxy Oil Pool in the Mize Field, Smith County, Mississippi, shall be those strata productive of

hydrocarbons in the interval between the measured depths of 10,584 feet and 10,660 feet in the said Jessie Biglane Unit No. 1 Well located on a unit described as the SE 1/4 of SE 1/4 of Section 9, Township 10 North, Range 15 West, Smith County, Mississippi, as indicated on the Induction-Electric Log as recorded by Schlumberger Well Surveying Corporation of Houston, Texas, in the Jessie Biglane Unit No. 1 Well, and including those strata productive of hydrocarbons which can be correlated therewith. (Order No. 196-69).

- D. The 10,674-Foot Paluxy Oil Pool in the Mize Field, Smith County, Mississipppi, shall be construed to mean those strata productive of hydrocarbons in the interval between the measured depths of 10,674 feet and 10,688 feet in the Triad Oil and Gas Co., Inc. Board of Supervisors No. 1 Well located in Section 16, Township 10 North, Range 15 West, Smith County, Mississippi, as indicated on the electric log for said well, and including those strata productive of hydrocarbons which can be correlated therewith. (Order No. 182-81).
- E. The 11,050-Foot Paluxy Oil Pool in the Mize Field, Smith County, Mississippi, shall be construed to mean those strata productive of hydrocarbons in the interval between the measured depths of 11,050 feet and 11,100 feet in the Triad Oil and Gas Co., Inc. John S. Clarke No. 1 Well located in Section 9, Township 10 North, Range 15 West, Smith County, Mississippi, as indicated on the electric log for said well, and including those strata productive of hydrocarbons which can be correlated therewith. (Order No. 46-81).
- F. The 11,500-Foot Paluxy Oil Pool in the Mize Field, Smith County, Mississippi, shall be construed to mean those strata productive of oil occurring between the measured depth of 11,600 feet to 11,623 feet on the Induction-Electric Log as recorded by Schlumberger Well Surveying Corporation of Houston, Texas, on January 29, 1964, in the M. H. Marr-D. D. Craft No. 1 Well located on the SW 1/4 of NE 1/4 of Section 15, Township 10 North, Range 15 West, Smith County, Mississippi, or correlative of these strata in other wells to said interval. (Order No. 426-65).

G. The 11,870-Foot Paluxy Oil Pool, as used herein, shall be construed to mean those strata productive of oil occurring between the measured depths of 11,880 feet and 11,932 feet on the Induction-Electric Log as recorded by the Schlumberger Well Surveying Corporation of Houston, Texas, on June 4, 1963, in the California Company - Board of Supervisors 6 No. 1 Well located in the NE 1/4 of NE 1/4, Section 16, Township 10 North, Range 15 West, Smith County, Mississippi, or correlative of these strata in other wells in said interval. (Order No. 426-65).

RULE 2 - APPLICABILITY OF STATEWIDE RULES

- A. All rules and regulations contained in Statewide Order No. 201-51, and amendments thereto, are hereby adopted and shall apply to the Mize Field, Smith County, Mississippi.
- B. The Board expressly reserves its right, after notice and hearing, to alter, amend, or repeal any of the foregoing rules and regulations.