

BEFORE THE STATE OIL AND GAS BOARD OF MISSISSIPPI

FILED FOR RECORD

RE: PETITION OF CONTINENTAL RESOURCES,
INC. FOR AUTHORITY TO ESTABLISH
SPECIAL FIELD RULES FOR NICHOLS CREEK
FIELD, MONROE COUNTY, MISSISSIPPI

DEC 12 2002

STATE OIL AND GAS BOARD
WALTER BOONE, SUPERVISOR

DOCKET NO. 313-2002-880

ORDER NO. 478-2012

ORDER

THIS MATTER came on for hearing before the State Oil and Gas Board on the Petition of Continental Resources, Inc. to establish Special Field Rules for Nichols Creek Field, such hearing being called for such purpose; and

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 and service are on file with the Board; and that the Board has full jurisdiction of the subject matter to hear and determine same; and

WHEREAS, pursuant to said notice and service of process, public hearing was held by said Board, in the hearing room, 500 Greymont Avenue, Suite E, Jackson, Mississippi, commencing on November 20, 2002, 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 present at said meeting; and

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

1. Pursuant to Order No. 272-2001, Docket No. 177-2001, dated effective June 20, 2001, Petitioner drilled its Murphy 11-3 No. 1 Well (formerly known as the Murphy 11-4 No. 1 Well) at an exception location on a 320-acre gas unit consisting of the following described lands:

The SW 1/4 of Section 2 and the NW 1/4 of Section 11, Township
14 South, Range 18 West, Monroe County, Mississippi, containing
320 acres more or less.

Said well was drilled to a total depth of 4000 feet, encountering productive intervals in the Chandler and Carter Sands. Petitioner has now completed said well at perforated intervals of 2544'-2548' in the Chandler Sand and at 3162'-3166' in the Carter Sand.

2. Petitioner has requested the Board to establish Special Field Rules for the Nichols Creek Field to define the geographical limits of said Field, to establish spacing for gas wells in said Field and to define the Chandler Sand Gas Pool and the Carter Sand Gas Pool.

IT IS, THEREFORE, ORDERED AND ADJUDGED that the Special Field Rules of Nichols Creek Field, Monroe County, Mississippi shall be and are hereby established to read as follows:

SPECIAL FIELD RULES
NICHOLS CREEK FIELD
MONROE COUNTY, MISSISSIPPI

FIELD LIMITS:

Field Limits for the Nichols Creek Field as used herein shall be defined as that area consisting of the following described areas in Monroe County:

Township 14 South, Range 18 West

Section 2: S 1/2

Section 3: S 1/2

Section 10: N 1/2

Section 11: N 1/2

and all productive extensions thereof.

CHANDLER SAND GAS POOL DEFINED:

The Chandler Sand Gas Pool in Nichols Creek Field shall be construed to mean those strata of the Chandler Sand productive of gas in the interval between 2544' – 2558' as indicated on the array induction log for the Continental Resources, Inc. – Murphy 11-3 No. 1 Well, located in the NW 1/4 of Section 11, Township 14 South, Range 18 West, Monroe County, Mississippi, and all intervals correlative to and/or connected with said strata.

CARTER SAND GAS POOL DEFINED:

The Carter Sand Gas Pool in Nichols Creek Field shall be construed to mean those strata of the Carter Sand productive of gas in the interval between 3162' – 3180' as indicated on the array induction log for the Continental Resources, Inc. – Murphy 11-3 No. 1 Well, located in the NW 1/4 of Section 11, Township 14 South, Range 18 West, Monroe County, Mississippi, and all intervals correlative to and/or connected with said strata.

