

BEFORE THE STATE OIL AND GAS BOARD OF MISSISSIPPI JUN 9 1986

STATE OIL AND GAS BOARD
A. Richard Henderson, Supervisor

IN RE: PETITION OF KA-LYN OIL & GAS, INC.
TO AMEND THE SPECIAL FIELD RULES
FOR THE OAK GROVE FIELD, SIMPSON
COUNTY, MISSISSIPPI

DOCKET NO. 157-86-372

ORDER NO. 236-86

ORDER

This day this cause came on for hearing on the Petition of Ka-Lyn Oil & Gas, Inc. to amend the Special Field Rules for the Oak Grove Field, Simpson County, Mississippi. The Board having considered the Petition and the evidence in support thereof, and being fully advised in the premises, finds that the Petition should be granted. The Board also finds as follows:

1.

The Board has jurisdiction over the parties and the subject matter of the Petition. Due and legal notice of the hearing on the Petition has been given in the time and manner required by law and the rules and regulations of this Board.

2.

Petitioner is the operator of certain wells located in the Oak Grove Field, including the proposed Ka-Lyn Oil & Gas, Inc. - Thompson 35-8 Well No. 1, which is to be located in Section 35, Township 10 North, Range 19 West, Simpson County, Mississippi. The primary objective zone of the Well will be the Rodessa "A" Gas Pool.

3.

The existing definition for the "Rodessa Gas Pool" as set forth in the existing Special field Rules should be amended so as to delete the existing definition and substitute in lieu thereof the following definition:

- (a) The Rodessa "A" Sand Gas Pool of the Rodessa Formation is defined as those strata lying between the measured depths of 13,907 and 13,930 feet in the dual induction log for the Transcontinental Oil - L. A. Harris No. 1

Well, located in Section 23, Township 10 North, Range 19 West, Simpson County, Mississippi, and all strata correlative therewith.

- (b) The Rodessa "B" Sand Gas Pool of the Rodessa Formation is defined as those strata lying between the measured depths of 13,953 and 13,980 feet on the dual induction log for the Transcontinental Oil - L. A. Harris No. 1 Well, located in Section 23, Township 10 North, Range 19 West, Simpson County, Mississippi, and all strata correlative therewith.

4.

The presently known characteristics of the said pools indicate that they are gas pools and that one well located on a drilling unit which complies with the existing spacing rules for the Oak Grove Field will result in a drilling unit which will include the maximum area which may be reasonably drained by one well so as to produce the reasonable maximum recoverable hydrocarbons in such area without waste.

5.

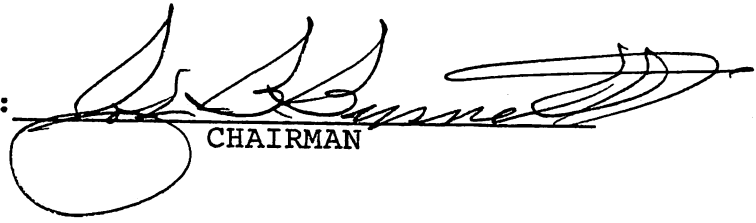
The Special Field Rules for the Oak Grove Field were last amended by Order No. 457-85 dated August 22, 1985 in Docket No. 284-85-372, and those Special Field Rules should now be amended as set forth above.

6.

The amendment to the Special Field Rules will allow for and will promote the properly and orderly development of the said pools and the filed, will prevent waste, and will allow for the protection of the co-equal and correlative rights of all of the owners in the pools.

SO ORDERED AND ADJUDGED, on this the 21st day of May, 1986.

STATE OIL AND GAS BOARD OF
MISSISSIPPI

By: 
CHAIRMAN