

BEFORE THE STATE OIL AND GAS BOARD OF MISSISSIPPI

IN RE: PETITION OF COTTON PETROLEUM CORPORATION  
TO AMEND THE SPECIAL FIELD RULES FOR THE  
NORTHWEST QUITMAN FIELD, CLARKE COUNTY,  
MISSISSIPPI, TO INCLUDE THE W 1/2 OF  
SECTION 4 AND THE REST OF SECTION 5,  
TOWNSHIP 2 NORTH, RANGE 16 EAST, CLARKE  
COUNTY, MISSISSIPPI

FILED FOR RECORD

APR 1 1982

STATE OIL AND GAS BOARD  
Robert B. Wilson, Acting Supervisor

DOCKET NO. 68-82-554

ORDER NO. 84-82

ORDER

This day this cause came on for hearing on the Petition of Cotton Petroleum Corporation to amend the Special Field Rules for Northwest Quitman Field, and the Board having considered the Petition and the evidence in support thereof, and being fully advised in the premises, finds that the Petition is well taken and should be granted. The Board further finds as follows:

1.

This Board has jurisdiction over the parties and the subject matter of the Petition. Petitioner is a foreign corporation qualified to do business in the the State of Mississippi. 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 the Cotton Petroleum Corporation - Board of Supervisors Unit 5-8 Well No. 1 which has recently been drilled at a location 1861 feet from the north line and 748 feet from the east line of Section 5, Township 2 North, Range 16 East, Clarke County, Mississippi. The said well is the discovery well for the Smackover Oil Pool in the Northwest Quitman Field. By Order No. 590-81 dated December 16, 1981 entered in Docket No. 456-81-554, this Board adopted Special Field Rules for the Northwest Quitman Field defining the geographical limits of

the field as the South seven-eighths of the East 1/2 of Section 5 and the East 1/2 of the SW 1/4 of Section 5 and also defining the Smackover Oil Pool as encountered in the said Board of Supervisors Unit 5-8 Well No. 1.

3.

The Board finds that the Smackover Oil Pool in the Northwest Quitman Field extends to and underlies areas lying outside of the existing geographical limits of the Northwest Quitman Field and that for this reason it is now necessary that the Special Field Rules for the Northwest Quitman Field be amended so as to extend the geographical limits of the field to include all of the remainder of Section 5, Township 2 North, Range 16 East, Clarke County, Mississippi within the geographical limits of the Northwest Quitman Field.

4.

The amendment to the Special Field Rules for Northwest Quitman Field so as to include all of said Section 5 therein will allow for and will promote the properly and orderly development of the pool and the field, will prevent waste, and will protect the co-equal and correlative rights of all of the owners in the said pool.

IT IS THEREFORE ORDERED AND ADJUDGED that the Petition filed herein is granted as to said Section 5, and that the Special Field Rules for the Northwest Quitman Field are hereby amended so as to extend the geographical limits of the field to include all of the remainder of Section 5, Township 2 North, Range 16 East, Clarke County, Mississippi within the geographical limits of the Northwest Quitman Field, and that the said Special Field Rules for Northwest Quitman Field, as amended, shall hereafter read as set forth in Exhibit "A" attached hereto.

SO ORDERED AND ADJUDGED on this the 18<sup>th</sup> day of February, 1982.

STATE OIL AND GAS BOARD  
OF MISSISSIPPI

By: Joe R. Lanchester, Jr.  
Chairman

SPECIAL FIELD RULES  
FOR THE NORTHWEST QUITMAN FIELD  
CLARKE COUNTY, MISSISSIPPI

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

All of Section 5, Township 2 North,  
Range 16 East, Clarke County,  
Mississippi,

underlain by the Smackover Oil Pool, as hereinafter defined, and all productive extensions thereof.

I. The Smackover Oil Pool in the Northwest Quitman Field shall be construed to mean those strata of the Smackover Formation productive of oil in the interval between the depths of 11,402 feet to 11,478 feet encountered in the Cotton Petroleum Corporation - Board of Supervisors Unit 5-8 No. 1 Well, as indicated on the electric log of said well, and all sands correlative of these strata productive of oil, said well being located in the SE 1/4 of NE 1/4, Section 5, Township 2 North, Range 16 East, Clarke County, Mississippi.

II. The characteristics of said Smackover Oil Pool in said field are such that a well located as hereinafter prescribed and drilled upon a drilling unit containing approximately eighty (80) contiguous surface acres conforming to the requirements of the rules herein contained will adequately and efficiently drain and produce the recoverable oil from such unit in said pool without avoidable waste.

RULE 1 - SPACING OF OIL WELLS:

Every well drilled as an oil well to the Smackover Oil Pool:

(a) Shall be located on a drilling unit consisting of eighty (80) contiguous acres, or two governmental quarter-

quarter sections containing not less than seventy-two (72) acres or more than eighty-eight (88) acres, upon which no other drilling or producible well is located;

(b) Any drilling unit not composed of two governmental quarter-quarter sections must be completely encompassed by the perimeter of a rectangle 1600 feet by 2725 feet. Provided, however, no unit shall be permitted which will create island acreage;

(c) The well shall be located at least 1,000 feet from every other drilling or producible well located in conformity with this rule; and

(d) The well shall be located at least 500 feet from every exterior boundary of the drilling unit.

RULE 2 - APPLICABILITY OF STATEWIDE RULES

A. All rules and regulations contained in Statewide Order No. 201-51, and any amendments thereto, are specifically covered by the foregoing Special Field Rules are hereby adopted and shall apply to said field.

B. The Board expressly reserves the right, after notice and hearing, to alter, amend or repeal any and all of the foregoing rules and regulations.

-END OF SPECIAL FIELD RULES-