

IN THE STATE OIL AND GAS BOARD OF MISSISSIPPI

RE: PETITION OF JUSTISS OIL)
COMPANY, INC. AND MUNOCO)
COMPANY TO ESTABLISH SPECIAL)
FIELD RULES FOR THE STONEWALL)
CREEK FIELD, MONROE COUNTY,)
MISSISSIPPI)

DOCKET NO. 403-88-711

ORDER NO. 564-88

AND RECORD

ORDER

JAN 9 1989

STATE OIL AND GAS BOARD

THIS CAUSE COMING on this day to be heard upon the Petition of Justiss Oil Company, Inc. and Munoco Company requesting the State Oil and Gas Board to establish Special Field Rules for the Stonewall Creek Field and after having considered the evidence, testimony and proofs of publication of notice the Board finds as follows, to-wit:

1.

That proper, due and legal notice for this meeting of this Board to consider this matter has been given as required by law and the Rules and Regulations of this Board and that due, legal and sufficient Proofs of Publication of Notice are on file with this Board. That this Board has full and complete jurisdiction of the subject matter to hear and determine this Petition at the time and place as hereinafter set forth.

2.

Petitioners, are the operators of the Justiss Oil Company, Inc. and Munoco Company - Weyerhaeuser 28-5, et al. No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18 West, Monroe County, Mississippi. Petitioners propose to establish Special Field Rules for the Stonewall Creek Field to define the geographical limits of said Field, to establish spacing for gas wells in said Field and to define the Millerella Sand Gas Pool, the Carter Sand Gas Pool, the Sanders Sand Gas Pool, the Evans Sand Gas Pool and the Lewis Sand Gas Pool as set forth on Exhibit "A" attached hereto and made a part hereof.

3.

The establishment of Special Field Rules for the Stonewall Creek Field as set forth on Exhibit "A" attached hereto and made a part hereof are necessary to prevent waste and to protect the co-equal and correlative rights of the owners in the field.

IT IS, THEREFORE ORDERED AND ADJUDGED: That the Special Field Rules for the Stonewall Creek Field are hereby adopted to the extent and in the manner set forth on Exhibit "A" attached hereto and made a part hereof and that the said Exhibit "A" is hereby adopted as the Special Field Rules for the Stonewall Creek Field.

ORDERED AND ADJUDGED this the 21st day of December, 1988.

STATE OIL AND GAS BOARD
OF MISSISSIPPI

BY: V. B. Hayes Mc Lake
CHAIRMAN

PW1/JUPSOR.023

EXHIBIT "A"

SPECIAL FIELD RULES
FOR THE STONEWALL CREEK FIELD
MONROE COUNTY, MISSISSIPPI

A: FIELD AREA:

The Stonewall Creek Field, as used herein, is that geographical area consisting of the following described lands, to-wit:

Township 14 South, Range 18 West

Section 20:	South Half
Section 21:	Southwest Quarter
Section 27:	Southwest Quarter
Section 28:	All
Section 29:	All
Section 33:	North Half
Section 34:	Northwest Quarter

underlain by the Millerella Sand Gas Pool, the Carter Sand Gas Pool, the Sanders Sand Gas Pool, the Evans Sand Gas Pool and the Lewis Sand Gas Pool as defined herein and all productive extensions thereof.

B: POOL DEFINITIONS:

1.1 The Millerella Sand Gas Pool in the Stonewall Creek Field shall be construed to mean those strata of the Millerella Sand productive of gas in the interval between 2978 feet and 3030 feet in the Justiss Oil Company, Inc. and Munoco Company-Weyerhaeuser et al. 28-5 No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18 West, Monroe County, Mississippi, as indicated on the electric log of said well and all intervals correlative of said strata productive of hydrocarbons which can be correlated therewith and are in communication therewith.

The characteristics of the said Millerella Sand Gas Pool in said Field is such that wells located in conformance with the hereinafter prescribed spacing rules will efficiently drain and produce recoverable gas from said pool without avoidable waste.

1.2 The Carter Sand Gas Pool in the Stonewall Creek Field shall be construed to mean those strata of the Carter Sand productive of gas in the interval between 3070 feet and 3100 feet in the Justiss Oil Company, Inc. and Munoco Company - Weyerhaeuser et al. 28-5 No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18

West, Monroe County, Mississippi, as indicated on the electric log of said well and all intervals correlative of said strata productive of hydrocarbons which can be correlated therewith and are in communication therewith.

The characteristics of the said Carter Sand Gas Pool in said Field is such that wells located in conformance with the hereinafter prescribed spacing rules will efficiently drain and produce recoverable gas from said pool without avoidable waste.

1.3 The Sanders Sand Gas Pool in the Stonewall Creek Field shall be construed to mean those strata of the Sanders Sand productive of gas in the interval between 3164 feet and 3272 feet in the Justiss Oil Company, Inc. and Munoco Company-Weyerhaeuser et al. 28-5 No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18 West, Monroe County, Mississippi, as indicated on the electric log of said well and all intervals correlative of said strata productive of hydrocarbons which can be correlated therewith and are in communication therewith.

The characteristics of the said Sanders Sand Gas Pool in said Field is such that wells located in conformance with the hereinafter prescribed spacing rules will efficiently drain and produce recoverable gas from said pool without avoidable waste.

1.4 The Evans Sand Gas Pool in the Stonewall Creek Field shall be construed to mean those strata of the Evans Sand productive of gas in the interval between 3680 feet and 3731 feet in the Justiss Oil Company, Inc. and Munoco Company-Weyerhaeuser et al. 28-5 No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18 West, Monroe County Mississippi, as indicated on the electric log of said well and all intervals which can be correlated therewith and are in communication therewith.

The characteristics of the Evans Sand Gas Pool in said Field is such that wells located in conformance with the hereinafter prescribed spacing rules will efficiently drain and produce recoverable gas from said pool without avoidable waste.

1.5 The Lewis Sand Gas Pool in the Stonewall Creek Field shall be construed to mean those strata of the Lewis Sand productive of gas in the interval between 3842 feet and 3877 feet in the Justiss Oil Company, Inc. and Munoco Company - Weyerhaeuser et al. 28-5 No. 1 Well located in the Southwest Quarter of the Northwest Quarter of Section 28, Township 14 South, Range 18 West, Monroe County, Mississippi, as indicated on the electric log of said well and all intervals which can be correlated therewith and are in communication therewith.

The characteristics of the said Lewis Sand Gas Pool in said Field is such that wells located in conformance with the hereinafter prescribed spacing rules will efficiently drain and produce recoverable gas from said pool without avoidable waste.

C. RULES:

RULE 1 - SPACING OF GAS WELLS:

1.1 As to each well drilled to and productive from the Millerella Sand Gas Pool, the Carter Sand Gas Pool, the Sanders Sand Gas Pool, the Evans Sand Gas Pool and the Lewis Sand Gas Pool spacing:

(a) Shall be located on a drilling unit consisting of (1) 320 contiguous surface acres; or (2) a governmental half-section containing not less than 300 acres or more than 340 acres; or (3) eight (8) contiguous governmental quarter-quarter sections whose total acreage is not less than 300 or more than 340 acres. In any case, no other well producing from the same pool shall be located on any such unit.

(b) Any gas drilling unit formed under section 2(a) of this rule must be completely encompassed by the perimeter of a rectangle 3735 feet by 5380 feet. Provided, however, no unit shall be permitted which will create island acreage.

(c) The well shall be located at least 1,980 feet from every other drilling well or well completed in or producing from the same pool located in conformity with this rule; and

(d) The well shall be located no less than 990 feet from every exterior boundary of the drilling unit.

RULE 2 - APPLICABILITY OF STATEWIDE RULES:

2.1 All rules and regulations contained in Statewide Order No. 201-51, and any amendments thereto, not specifically covered in the foregoing Special Field Rules are hereby adopted and shall apply to said Field.

2.2 The Board expressly reserves the right, after notice and hearing, to alter, amend or repeal any and all of the foregoing Special Field Rules, or to grant exceptions to all or any part thereof.

- END OF SPECIAL FIELD RULES -

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