JAN 1 1 2013

BEFORE THE STATE OIL AND GAS BOARD OF MISSISSIPPI

STATE OIL AND GAS BOARD LISA IVSHIN, SUPERVISOR

RE: PETITION OF RENAISSANCE PETROLEUM COMPANY, LLC FOR AUTHORITY TO ESTABLISH SPECIAL FIELD RULES FOR WALDRUP FIELD, JASPER COUNTY, MISSISSIPPI

DOCKET NO. 495-2012-D

ORDER NO. 892-20/2

<u>ORDER</u>

THIS MATTER came on for hearing before the State Oil and Gas Board on the Petition of Renaissance Petroleum Company, LLC to establish Special Field Rules for Waldrup 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, a public hearing was held by the Board in the hearing room, Suite E, 500 Greymont Avenue, Jackson, Mississippi, commencing on Wednesday, December 19, 2012, and the Board heard testimony and evidence regarding the request by Renaissance Petroleum Company, LLC; 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 Permit No. 2013-OPD-015 issued July 30, 1012, Petitioner drilled its Renaissance-Anderson-Tully 12-7 No. 1 Well at a regular location on a 160-acre oil unit consisting of the following lands:

The West Half of the North East Quarter (W/2 of the NE/4) and the East Half of the North West Quarter (E/2 of the NW/4) of Section 12, Township 1 North, Range 11 East, Jasper County, Mississippi.

Said well was drilled to a total depth of 16,912 feet, encountering productive intervals in the Cotton Valley Sands. Petitioner has completed said well at perforated intervals of 15,510' - 15,522' in the Cotton Valley Sand.

2. Petitioner requests that the Board establish Special Field Rules for the Waldrup Field to define the geographical limits of said Field, to establish spacing for oil wells in said Field and to define the Cotton Valley Oil Pool.

3. The establishment of Special Field Rules for Waldrup Field is necessary to prevent waste and to protect the co-equal and correlative rights of the owners in this field.

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

SPECIAL FIELD RULES WALDRUP FIELD JASPER COUNTY, MISSISSIPPI

FIELD LIMITS:

Field Limits for the Waldrup Field as used herein shall be defined as that area consisting of the following described areas:

JASPER COUNTY, MISSISSIPPI

Township 1 North, Range 11 East

Section 1: SW 1/4 Section 2: SE 1/4 Section 11: NE 1/4

Section 12: N ½

Township 1 North, Range 12 East

Section 7: NW 1/4

And all productive extensions thereof.

COTTON VALLEY OIL POOL DEFINED:

The Cotton Valley Oil Pool in Waldrup Field shall be construed to mean those strata of the Cotton Valley Sand productive of oil in the interval between 15,510'-15,522' as indicated on the array induction log for the Renaissance-Anderson-Tully 12-7 #1 Well, located in the center of the North Half of Section 12, Township 1 North, Range 11 East, Jasper County, Mississippi, and all intervals correlative to and/or connected with said strata.

RULE 1: SPACING OF OIL WELLS:

As to each well drilled to and completed in the Cotton Valley Oil Pool:

- (a) Shall be located on a drilling unit consisting of (1) 160 contiguous surface acres; or (2) a governmental Quarter-section containing not less than 144 acres or more than 176 acres; or (3) Four (4) contiguous governmental quarter-quarter sections whose total acreage is not less than 144 or more than 176 acres. In any case, no other well producing from the same pool shall be located on any such unit. The word "contiguous" as used herein shall mean bordering each other at more than one point.
- (b) The well shall be located at least 1,500 feet from every other drilling well or well completed in or producing from the same pool located in conformity with this rule;

- (c) The well shall be located not less than 750 feet from every exterior boundary of the drilling unit; and
- (d) No unit shall be permitted which will create island acreage.

RULE 2 – APPLICABILITY OF STATEWIDE RULES:

- (a) All rules and regulations contained in Statewide Order No. 201-51, and all amendments thereto, not 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.

ORDERED AND ADJUDGED this the 2 day of January, 2013, effective December 19, 2012.

MISSISSIPPI STATE OIL AND GAS BOARD

By:

CHAIRMAN

SUBMITTED BY:
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