

RESULTS  
STATE OIL AND GAS BOARD OF ALABAMA  
SPECIAL BOARD MEETING  
MAY 22, 2008

1. DOCKET NO. 3-12-08-17

Continued petition by SAGA PETROLEUM LIMITED LIABILITY COMPANY OF COLORADO, a Colorado limited liability company, authorized to do and doing business in the State of Alabama, requesting the State Oil and Gas Board to enter an order reforming the unit for the West 33-12-49, Permit No. 12840-C, from an 80-acre unit consisting of the Northwest Quarter of the Southwest Quarter and the Southwest Quarter of the Northwest Quarter of Section 33, Township 19 South, Range 9 West, Tuscaloosa County, Alabama in the Deerlick Creek Coal Degassification Field, to an 40-acre unit consisting of the Northwest Quarter of the Southwest Quarter of Section 33, Township 19 South, Range 9 West, Tuscaloosa County, Alabama, in the Deerlick Creek Coal Degassification Field. Although Petitioner requests the Board to eliminate certain lands from the present spacing unit, Petitioner proposes to drill another coalbed methane well in the lands proposed to be eliminated from the current unit by formation of an additional 40 acre unit comprised of the Southwest Quarter of the Northwest Quarter of said Section 33, Township 19 South, Range 9 West, Tuscaloosa County, Alabama.

**BOARD ACTION:** Granted 5-22-08

ORDER NO. 2008-66

2. DOCKET NO. 5-12-08-6

Petition by HIGHMOUNT BLACK WARRIOR BASIN LLC, a foreign limited liability company, authorized to do and doing business in the State of Alabama, as Successor in Interest to DOMINION BLACK WARRIOR BASIN, INC., requesting the State Oil and Gas Board to enter an order reforming the unit for the Rice 01-10-1065 Well, Permit No. 14135-C, from an 80-acre unit consisting of the North Half of the Southeast Quarter of Section 1, Township 18 South, Range 10 West, Tuscaloosa County, Alabama, in the Blue Creek Coal Degassification Field to a 40-acre unit consisting of the Northwest Quarter of the Southeast Quarter of said Section 1.

Although Petitioner requests the Board to eliminate certain lands from the present spacing unit, Petitioner proposes to drill another coalbed methane well in the lands proposed to be eliminated.

**BOARD ACTION:** Granted 5-22-08

ORDER NO. 2008-70

3. DOCKET NO. 5-12-08-12A

Amended petition by SOUTHVIEW OPERATING, LLC, a foreign limited liability company, authorized to do and doing business in the State of Alabama, requesting the State Oil and Gas Board to enter an order force pooling, without the imposition of a risk compensation penalty, all tracts and interests in hydrocarbons produced in a well to be drilled on a 40-acre unit consisting of the Southwest Quarter of the Northeast Quarter of Section 32, Township 11 North, Range 4 West, Choctaw County, Alabama, in the Gilbertown Field.

This Petition is in accordance with Section 9-17-13, Code of Alabama (1975), as amended, and Rule 400-7-2-.01 of the State Oil and Gas Board of Alabama Administrative Code.

**BOARD ACTION:** Dismissed 5-22-08

ORDER NO. 2008-75

4. DOCKET NO. 4-25-06-34

Continued MOTION BY THE STATE OIL AND GAS BOARD OF ALABAMA requesting Operator, Lower 15 Oil Corporation to show cause why the following abandoned wells located in the Gilbertown Field, Choctaw County, Alabama, and described hereinbelow should not be ordered plugged and abandoned in accordance with Rule 400-1-4-.14 of the State Oil and Gas Board of Alabama Administrative Code relating to Plugging and Abandonment of Wells and the well sites and associated tank battery sites restored in accordance with Rule 400-1-4-.16 of the State Oil and Gas Board of Alabama Administrative Code relating to Restoration of Location. Additionally, the Frank Gibson #1 Well, Permit No. 1071, which is described hereinbelow under Plugged and Abandoned well was plugged and abandoned on August 21, 1997, however the well site has not been restored in accordance with Rule 400-1-4-.16 of the State Oil and Gas Board of Alabama Administrative Code relating to Restoration of Location. Further, the Board is requesting the operator to show cause why sites, such as well sites, production facility sites, and Class II injection facility sites should not be ordered to be brought into compliance with Rule 400-1-4-.10 of the State Oil and

Gas Board of Alabama Administrative Code relating to Site Maintenance.

East Gilbertown Eutaw Unit Wells & Tank Batteries

<u>Permit No.</u> (Tank Battery No.)	<u>Well Name</u> (Tank Battery)	<u>Location</u>
1280	Mattie Clark #1	S1, T10N, R3W
1293 (1293 TB)	C. F. Stewart Heirs #1 (C. F. Stewart Heirs #1)	S1, T10N, R3W S1, T10N, R3W
1338	Mattie Clark #3	S1, T10N, R3W
10416 (1343 TB)	Mattie E. Clark #1-6 (Abston Jones 1-6)	S1, T10N, R3W S1, T10N, R3W

Other Well

<u>Permit No.</u>	<u>Well Name</u>	<u>Location</u>
1431	Joseph W. Hutchinson, Jr. et al #1	S7, T10N, R3W

Plugged and Abandoned well (well site not restored)

<u>Permit No.</u>	<u>Well Name</u>	<u>Location</u>
1071	Frank Gibson #1	S1, T10N, R3W

**BOARD ACTION:** Continued on May 22, 2008, to a Board meeting at 10:00 a.m. on June 23, 2008, at the Five Rivers ~Alabama's Delta Resource Center, Spanish Fort, Alabama.

5. DOCKET NO. 1-31-07-8A

Continued MOTION FOR REHEARING by LOWER 15 OIL CORPORATION, pursuant to the Alabama Administrative Procedure Act, Section 42-22-1 et seq. of the Code of Alabama (1975) requesting that the Board, upon rehearing, will modify or set aside its order related to its decision entered as Order No. 2007-97 on June 15, 2007, regarding a petition by Lower 15 Oil Corporation. The application for rehearing relates to the petition bearing the docket number set forth hereinabove.

**BOARD ACTION:** Continued on May 22, 2008, to a Board meeting at 10:00 a.m. on June 23, 2008, at the Five Rivers ~Alabama's Delta Resource Center, Spanish Fort, Alabama.

6. DOCKET NO. 4-14-08-1

Petition by ELAINE P. MORGAN to alter/amend or vacate that portion of Order No. 2005-80 granting force pooling, with imposition of risk compensation, all tracts and interests in hydrocarbons produced from the Smackover Formation in the Shiver 6-14 No. 1 Well drilled on a 640-acre unit consisting of all of Section 6, Township 1 North, Range 7 East, Big Escambia Creek Field, Escambia County, Alabama. Petitioner further requests that such Order be altered amended and/or vacated to the extent that no risk compensation fee may be charged against the interest of the non-consenting owner, Elaine P. Morgan.

**BOARD ACTION:** Continued on May 22, 2008, to a Board meeting at 10:00 a.m. on June 23, 2008, at the Five Rivers ~Alabama's Delta Resource Center, Spanish Fort, Alabama.