

**RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL**

**OIL AND GAS DOCKET
NO. 04-0253662**

**IN THE BRAULIA, EAST (VICKSBURG
CONS.) FIELD, STARR COUNTY,
TEXAS**

**FINAL ORDER
CONSOLIDATING THE FROST (6800 VICKSBURG) FIELD
INTO THE BRAULIA, EAST (VICKSBURG CONS.) FIELD
AND AMENDING FIELD RULES FOR THE
BRAULIA, EAST (VICKSBURG CONS.) FIELD
STARR COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on October 12, 2007, the presiding examiner has made and filed a report and recommendation containing findings of fact and conclusions of law, which was served on all parties of record; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiner's report and recommendation, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that the Frost (6800 Vicksburg) Field is hereby consolidated into the Braulia, East (Vicksburg Cons.) Field (No. 11507 300), Starr County, Texas; and all records and reports filed with the Commission will show such designation.

It is further **ORDERED** by the Commission that the field rules for the Braulia, East (Vicksburg Cons.) Field, adopted in Final Order No. 04-0248559, effective September 12, 2006, are amended. The rules, as amended, are as hereinafter set out:

RULE 1: The entire correlative interval from 4,436 feet (base of Frio) as shown on the log of the L & L Garcia Lease Well No. A-21 (API 427 03917) Porcion 97, to 9,824 feet (base of Vicksburg/top of Jackson Shale Glide Plane) as shown on the log of the Chapotal Land Co. -A- Lease Well No. 29 (API No. 427-33930) Ygnacio Trevino Porcion 99 Survey, A-270, Starr County, shall be designated as the Braulia, East (Vicksburg Cons.) Field.

RULE 2: No gas well shall hereafter be drilled nearer than THREE HUNDRED THIRTY (330) feet to any property line, lease line, or subdivision line; and there is no minimum distance from any well to any applied for, permitted or completed well in the same reservoir on the same lease, pooled unit or unitized tract.

RULE 3: The standard drilling unit is established hereby to be FORTY(40) acres. An operator, at his option, shall be permitted to form optional drilling units of TWENTY (20) acres. There is no maximum diagonal limitation for any drilling unit.

Operators are not required to file Form P-15 or proration unit plats for individual wells in the field.

RULE 4: The daily allowable production of gas from individual wells completed in the subject field shall be determined by allocating the allowable production, after deductions have been made for wells which are incapable of producing their gas allowables, among the individual wells in the following manner:

FIVE percent (5%) of the total field allowable shall be allocated equally among the individual prorable wells producing from this field.

NINETY-FIVE percent (95%) of the total field allowable shall be allocated among the individual wells in the proportion that the deliverability of such well, as evidenced by the most recent G-10 test filed with the Railroad Commission bears to the summation of the deliverability of all prorable wells producing from this field.

Deliverability test reports (Form G-10) shall be required on an annual basis, pursuant to Rule 28(c).

It is further **ORDERED** by the Railroad Commission of Texas that the allocation formula in the Braulia, East (Vicksburg Cons.) Field remain suspended. The allocation formula may be reinstated administratively, in accordance with Commission rules, if the market demand for gas in the Braulia, East (Vicksburg Cons.) Field drops below 100% of deliverability.

Done this 6th day of November 6, 2007.

**RAILROAD COMMISSION OF TEXAS
(Order approved and signatures
affixed by OGC Unprotested Master
Order dated November 6, 2007)**