

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

**OIL AND GAS DOCKET
NO. 02-0247125**

**IN THE LA PARA (SLICK, UPPER)
FIELD, REFUGIO COUNTY, TEXAS**

**FINAL ORDER
RESCINDING FIELD RULES
IN THE LA PARA (SLICK, UPPER) FIELD
REFUGIO COUNTY, TEXAS**

The Commission finds that, after statutory notice in the above-numbered docket that was reviewed on April 25, 2006, the proposed application is in compliance with all statutory requirements, and that this proceeding was duly submitted to the Commission at conference held in its offices on May 16, 2006, in Austin, Texas.

FINDINGS OF FACT

1. There have been no wells in the La Para (Slick, Upper) Field for at least two years.
2. Field rules for the La Para (Slick, Upper) Field were adopted by Final Order No. 2-73,856, effective October 15, 1979.
3. The final order adopted the following rules: 467'-800' well spacing; 160-acre density; and allocation based on acreage.
4. There have been no permits issued for this field in the last two years.
5. Kaler Energy Corp. plans to further develop the field area, and rescinding field rules will promote development in this field.

CONCLUSIONS OF LAW

1. Proper notice was issued by the Railroad Commission of Texas.
2. All things have been done and occurred to give the Railroad Commission of Texas jurisdiction to decide this matter.
3. Rescinding field rules for the La Para (Slick, Upper) Field will promote conservation and prevent waste.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that:

1. The special rules for the La Para (Slick, Upper) Field, adopted in Final Order No. 2-73,856, effective October 15, 1979, are rescinded.
2. Statewide Rules are effective for the La Para (Slick, Upper) Field until further ordered.

Done this sixteenth day of May, 2006.

RAILROAD COMMISSION OF TEXAS
(Order approved and signatures affixed by
OGC Unprotested Master Order dated May
16, 2006.)