

THE APPLICATION OF CROSSROADS ENERGY L.P. TO RESCIND THE FIELD RULES FOR THE ASHFORD, YEGUA FIELD, LAVACA COUNTY, TEXAS

Reviewed by: Donna K. Chandler on November 18, 2009

EXAMINER'S REPORT AND RECOMMENDATION

DISCUSSION

Crossroads Energy, L.P. requests that the field rules for the Ashford, Yegua Field be rescinded. The rules for the Ashford, Yegua Field were adopted in Docket No. 2-78,254, effective October 4, 1982. The rules were amended in 1984 and made permanent in 1985.

The rules in effect for the field provide the following:

1. Minimum of 660 feet from lease lines and 1,320 feet between wells;
3. 80 acre gas units with 10% tolerance;
4. Allocation based on 100% acreage.

There have been no drilling permits issued for the field in the past two years. In addition, there have been no wells in the field for at least two years. The field is classified as associated. Crossroads requests that the field rules be rescinded.

FINDINGS OF FACT

1. Notice of this application was not required because there are no operators in the Ashford, Yegua Field.
2. The rules for the Ashford, Yegua Field were adopted in Docket No. 2-78,254, effective October 4, 1982. The rules were amended in 1984 and made permanent in 1985.
3. The rules in effect for the field provide for a designated interval, 660'-1,320' well spacing, 80 acre density and allocation based on 100% acreage.

4. There have been no drilling permits issued for the field in the past two years. In addition, there have been no wells carried in the field for at least two years.

CONCLUSIONS OF LAW

1. Rescinding the spacing and density rules for the Ashford, Yegua Field will promote development of the field and will not cause waste or harm correlative rights.

RECOMMENDATION

Based on the above findings and conclusions of law, the examiner recommends that the field rules for the Ashford, Yegua Field be rescinded.

Respectfully submitted,

Donna K. Chandler
Technical Examiner