RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET
IN THE ELDORADO, E. (CANYON) FIELD,
NO. 7C-0229222 SCHLEICHER COUNTY, TEXAS

FINAL ORDER
RESCINDING FIELD RULES
IN THE ELDORADO, E. (CANYON) FIELD
SCHLEICHER COUNTY, TEXAS

The Commission finds that, after statutory notice in the above-numbered docket that was reviewed on August 27, 2001, 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 September 20, 2001, in Austin, Texas.

FINDINGS OF FACT

1. There have been no wells in the Eldorado, E. (Canyon) Field for at least two years.

2. Field rules for the Eldorado, E. (Canyon) Field were adopted by Order 7C-70,529, effective November 27, 1978.

3. The field rules provided for 660-1320' well spacing, 160-acre density and allocation based on acreage.

4. The field rules were enacted under an administrative application without evidence or a hearing.

5. The last well in the Eldorado, E. (Canyon) Field was plugged and abandoned in February, 1988, and no permits have been issued for this field in the last two years.

6. Ladd Oil & Gas Corporation 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 Eldorado, E. (Canyon) Field will promote conservation and prevent waste.

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

1. The special rules for the Eldorado, E. (Canyon) Field, adopted in Final Order No. 7C-70,529, effective November 27, 1978, are rescinded.
2. Statewide Rules are effective for the Eldorado, E. (Canyon) Field until further ordered.

Done this twentieth day of September, 2001.

RAILROAD COMMISSION OF TEXAS

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CHAIRMAN  MICHAEL L. WILLIAMS

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COMMISSIONER CHARLES R. MATTHEWS

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COMMISSIONER TONY GARZA

ATTEST:

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Secretary