

**RAILROAD COMMISSION OF TEXAS  
HEARINGS DIVISION**

**OIL AND GAS DOCKET  
NO. 03-0289456**

**IN THE MYKAWA (CONS.) FIELD,  
HARRIS COUNTY, TEXAS**

**FINAL ORDER  
APPLICATION OF BALLARD EXPLORATION COMPANY, INC.  
CONSOLIDATION OF VARIOUS MYKAWA FIELDS INTO  
THE MYKAWA (CONS.) FIELD AND  
DESIGNATION OF THE MYKAWA (CONS.) FIELD  
AS A PIERCEMENT-TYPE SALT DOME FIELD  
MYKAWA (CONS.) FIELD  
HARRIS COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on July 30, 2014, the presiding examiners have made and filed a proposal for decision containing findings of fact and conclusions of law, for which service was not required; 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 examiners' proposal for decision, the findings of fact and conclusions of law contained therein, hereby adopts as its own Findings of Fact Nos. 1 through 44, with the exception of Nos. 1, 8, 11, 15, 18, 19, 26, 36, 38, 39, 40, 41, 42, 43 and 44, and Conclusions of Law Nos. 1 through 5, with the exception of Nos. 3, 4 and 5, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein. The Commission adopts the following substitute Findings of Fact and Conclusions of Law, all other proposed Findings of Fact and Conclusions of Law are denied and not adopted:

**Substitute Findings of Fact:**

1. Ballard Exploration Company., Inc. ("Ballard") seeks to consolidate 28 existing Commission-designated fields, as well as any New and/or Wildcat Miocene, Marginulina, Frio, Vicksburg, and Yegua reservoirs ("Subject Fields"), into the proposed Mykawa (Cons.) Field, and designate the proposed Mykawa (Cons.) Field as a piercement-type salt dome field, pursuant to 16 Tex. Admin. Code §3.37(l) ("SWR 37(l)") (collectively "Subject Application").
8. Adoption of the Subject Application will prevent waste and protect correlative rights.
36. Ballard presented evidence in the Subject Application sufficient to designate the Subject Field as a piercement type salt dome field.
41. Consolidation of the Subject Fields is appropriate and will prevent waste.
42. Consolidation of the Subject Fields is reasonable.

43. Ballard identified the areal extent of the Subject Field.

44. Approval of the Subject Application is reasonable and appropriate due to the economic value of recoverable hydrocarbons in the Subject Field that would otherwise be left behind.

**Substitute Findings Conclusions of Law:**

3. The requisite notice of application was provided to all affected persons.

4. Approval of Ballard's Subject Application will prevent waste and protect correlative rights.

5. Ballard's Subject Application sufficiently meets the requirements of 16 Tex. Admin. Code §3.37(l).

Therefore, it is **ORDERED** by the Railroad Commission of Texas that Ballard Exploration Company, Inc.'s application to consolidate the complete list of fields in Attachment A, enclosed herewith, into the proposed Myawa (Cons.) Field, as well as any New and or Wildcat Mykawa Field is **APPROVED**. It is further **ORDERED** that the Mykawa (Cons.) Field be designated as a piercement-type salt dome field. Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are **DENIED**.

This order will not be final and effective until 25 days after the date the order was signed. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed. If a timely motion for rehearing is filed by any party at interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the order is served on the parties.

Done this 15<sup>th</sup> day of December, 2015.

RAILROAD COMMISSION OF TEXAS



CHAIRMAN DAVID PORTER

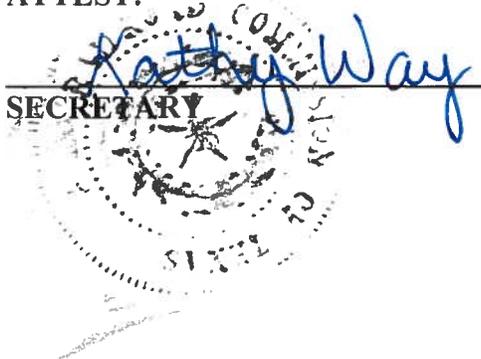


COMMISSIONER CHRISTI CRADDICK



COMMISSIONER RYAN SITTON

ATTEST:



*Atthey Way*  
SECRETARY

ATTACHMENT A

<u>Field Name</u>	<u>Field Type</u>
1. Mykawa	Oil / Gas
2. Mykawa New	Oil / Gas
3. Mykawa (Marginluina 4600)	Gas
4. Mykawa New (Mio. 2200)	Gas
5. Mykawa New (Mio. 2950)	Gas
6. Mykawa New (Mio. 4000)	Gas
7. Mykawa New (Mio. 3100)	Gas
8. Mykawa New (Mio. 3625)	Gas
9. Mykawa New (Mio. 2600)	Gas
10. Mykawa New (Mio. 3470)	Gas
11. Mykawa (Miocene 3300)	Gas
12. Mykawa (Miocene 2900)	Gas
13. Mykawa (Miocene 3700)	Gas
14. Mykawa (Miocene 2800)	Gas
15. Mykawa New (Mio. 3850)	Gas
16. Mykawa New (Mio. 3200)	Gas
17. Mykawa (Miocene 3000)	Gas
18. Mykawa (Miocene 3225)	Gas
19. Mykawa (Frio 4875)	Oil
20. Mykawa New (Mio. 3450)	Gas
21. Mykawa, New (Frio 4450)	Oil
22. Mykawa, East (Vicksburg)	Gas
23. Mykawa (Vicksburg "E" Sand)	Gas
24. Mykawa, East (Miocene)	Gas
25. Mykawa, S (Frio)	Gas
26. Mykawa New (Vicksburg 8500)	Gas
27. Mykawa New (Vicksburg 8600)	Gas
28. Mykawa New (Mio. 3625)	Oil