OIL AND GAS DOCKET NO. 06-0226248

IN THE WILLOW SPRINGS (TRAVIS PEAK) FIELD, GREGG COUNTY, TEXAS

APPROVING THE APPLICATION OF HOUSTON EXPLORATION COMPANY FOR INCREASED GAS-OIL RATIO AUTHORITY FOR THE TOLAR LEASE WELL NO. 2, IN THE WILLOW SPRINGS (TRAVIS PEAK) FIELD GREGG COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on November 14, 2000, the presiding examiner has made and filed a report and recommendation 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 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 Houston Exploration Company is hereby granted permission to produce the Tolar Lease Well No. 2, Willow Springs (Travis Peak) Field, Gregg County, Texas, under increased gas-oil ratio authority which results in a casinghead gas limit of 600 MCF of gas per day. It is further ordered the subject well is granted a special allowable of 161 barrels of oil per day. Further, it is effective the date of this order that all casinghead gas over production for the Houston Exploration Company, Tolar Lease is hereby canceled.

Effective this ______ day of ________________________, 2000.

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:
________________________________________
Secretary