RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET
IN THE PEARSALL (BUDA LIME) FIELD, FRIO, DIMMIT, LA SALLE AND ZAVALA COUNTIES, TEXAS

NO. 01-0258759

FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY
FOR EACH WELL IN THE
PEARSALL (BUDA LIME) FIELD
FRIO, DIMMIT, LA SALLE AND ZAVALA COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on October 23, 2008, 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 each well in the Pearsall (Buda Lime) Field, Frio County, Texas, is hereby granted permission to produce under increased net gas-oil ratio authority with a casinghead gas limit of 800 MCFGPD. It is further ordered that each well’s oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded.

It is further ordered that all overproduction in the Pearsall (Buda Lime) Field is hereby cancelled.

Done this 16th day of December, 2008.

RAILROAD COMMISSION OF TEXAS
(Order approved and signatures affixed by OGC Unprotested Master Order dated December 16, 2008)