RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET
NO. 08-0230685

IN THE SAND HILLS, W. (SILURIAN) FIELD, CRANE COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF CHEVRON U.S.A. INC.
FOR INCREASED GAS/OIL RATIO AUTHORITY
FOR THE W.A. ESTES LEASE WELL NO. 108
SAND HILLS, W. (SILURIAN) FIELD
CRANE COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on April 24, 2002, 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, 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 Chevron U.S.A. Inc. be and is hereby granted permission to produce the W.A. Estes Lease Well No. 108, Sand Hills, W. (Silurian) Field, Crane County, Texas, under increased gas-oil ratio authority with a daily gas limit of 650 MCF as long as the well remains classified as an oil well. If the Chevron U.S.A. Inc. W.A. Estes Lease Well No. 108 is reclassified as a gas well, it is hereby granted a special allowable of 650 MCFD.

It is further ORDERED that all overproduction for the Chevron U.S.A. Inc. W.A. Estes Lease Well No. 108 in the Sand Hills, W. (Silurian) Field be and is hereby canceled as of the date of the Final Order.

Done this twenty-first day of May, 2002.

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