RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET IN THE VELREX (WOLFCAMP) FIELD,
NO. 7C-0228484 SCHLEICHER COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF PRIZE OPERATING COMPANY
FOR INCREASED GAS-OIL RATIO AUTHORITY
FOR THE VELREX (WOLFCAMP) FIELD
SCHLEICHER COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 17, 2001, 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 Prize Operating Company be and is hereby granted permission to produce its R.S. Williams ‘A’ Lease Well No. 6 in the Velrex (Wolfcamp) Field, Schleicher County, Texas, under increased gas-oil ratio authority, with a daily gas limit of 475 MCF.

It is further ORDERED that all overproduction for the Prize Operating Company R.S. Williams ‘A’ Lease Well No. 6 in the Velrex (Wolfcamp) Field, Schleicher County, be and is hereby canceled.

Done this seventh day of August, 2001.

RAILROAD COMMISSION OF TEXAS

Chairman Michael L. Williams

Commissioner Charles R. Matthews

Commissioner Tony Garza

ATTEST:

Secretary