

**RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL**

**OIL AND GAS DOCKET
NO. 06-0252808**

**IN THE BECKVILLE, NORTH (COTTON
VALLEY) FIELD, PANOLA COUNTY,
TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF DORADO OPERATING INC.
FOR EXCEPTION TO STATEWIDE RULE 39
BECKVILLE, NORTH (COTTON VALLEY) FIELD
PANOLA COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-number docket heard on September 24, 2007, 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 Dorado Operating, Inc. is hereby granted an exception to Rule 39 for the 656.34 acre Williams Gas Unit in the Beckville, North (Cotton Valley) Field. This acreage consists of 579.34 acres in the current pooled unit and 77 non-contiguous acres shown in Exhibit No. 4 from the hearing. This non-contiguous acreage shall be considered a single lease for drilling and proration purposes.

Done this 6th day of November, 2007.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotected Master Order dated
November 6, 2007)**