OIL AND GAS DOCKET
NO. 7B-0230715

IN THE THROCKMORTON COUNTY
REGULAR FIELD, THROCKMORTON
COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF SHARP IMAGE ENERGY INC.
FOR INCREASED GAS/OIL RATIO AUTHORITY
FOR THE BROWN-MERRICK 216 LEASE WELL NO. 1
THROCKMORTON COUNTY REGULAR FIELD
THROCKMORTON COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on
April 8, 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 Sharp Image
Energy Inc. be and is hereby granted permission to produce the Brown-Merrick 216 Lease Well
No. 1, Throckmorton County Regular Field, Throckmorton County, Texas, under increased gas-
oil ratio authority with a daily gas limit of 100 MCF.

It is further ORDERED that all overproduction for the Sharp Image Energy Inc. Brown-
Merrick 216 Lease Well No. 1 in the Throckmorton County Regular Field be and is hereby
canceled as of the date of the Final Order.

Done this twenty-second day of April, 2002

Chairman Michael L. Williams
Commissioner Charles R. Matthews
Commissioner Tony Garza

Secretary