

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

**OIL AND GAS DOCKET NO. 01-0240489**

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**COMMISSION CALLED HEARING TO SUPERCEDE THE DEFAULT ORDER ISSUED DECEMBER 9, 2003 IN OIL & GAS DOCKET NO. 01-0233603 REQUIRING PLUGGING OF WELL NOS. 1 & 2 ON THE J. MACKIN (08440) LEASE, TENNEY CREEK FIELD, CALDWELL COUNTY, AND TO ENABLE TILMON OIL CO., TO BECOME THE OPERATOR OF RECORD AND TO PRODUCE THE ABOVE-REFERENCED WELLS.**

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**FINAL ORDER**

The Commission finds that after statutory notice the above-captioned proceeding was heard by the examiners on November 19, 2004 who circulated a Proposal for Decision containing Findings of Fact and Conclusions of Law. Having been duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas, those Findings of Fact and Conclusions of Law are hereby adopted and made a part hereof by reference.

Tilmon Oil Co. has established that a Final Order should be entered superceding the provision of the Final Order entered in Oil & Gas Docket No. 01-0240489 requiring plugging of Well Nos. 1 & 2 on the J. Mackin (08440) Lease. All other provisions of the Final Order shall remain in full force and effect. Accordingly, Tilmon Oil Co.'s request to be recognized as the operator of record of Well Nos. 1 & 2 on the J. Mackin (08440) Lease in Caldwell County, Texas is hereby **GRANTED**.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order 3 days after the date on which the notice is actually mailed. If a timely motion for rehearing is filed by any party at interest within such 20-day period after the party's presumed notice, this order shall not become final until such motion is overruled, or if rehearing is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE § 2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the order is served on the parties.

Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Noncompliance with the provisions of this order is subject to enforcement by the Attorney General and subject to civil penalties of up to \$10,000.00 per day per violation.

Done this 8th day of February, 2005, in Austin, Texas.

**RAILROAD COMMISSION OF TEXAS**

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**CHAIRMAN VICTOR G. CARRILLO**

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**COMMISSIONER MICHAEL L. WILLIAMS**

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**ATTEST:**

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**SECRETARY**

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

**OGC UNPROTESTED MASTER ORDER**

**FEBRUARY 8, 2005**

At a public conference held at its offices in Austin, Texas, the Commission finds that after statutory notice, the below referenced proceedings were heard by the examiners and that no party appeared in protest to the requested relief. The Final Orders for each of the below referenced dockets are incorporated by reference into this order, and by signing this Master Order, the Commission approves each of the Final Orders and adopts the provisions contained therein.

<b>DOCKET NO.</b>	<b>APPLICANT</b>	<b>LEASE, WELL, OR SITE</b>	<b>ORDER TERMS</b>
<b><u>Field Rules</u></b>			
09-0241283 (Margaret Allen)	Cimarex Energy Co	Sherlock (Holmes) Field, Hardeman County, Texas	Approve temporary field rules
08-0241284 (Margaret Allen)	EOG Resources, Inc.	J L. M. (Mississippian) Filed, Martin County, Texas	Approve field rules
<b><u>New Field Designation and Field Rules</u></b>			
03-0241097 (Margaret Allen)	Mortimer Production Company	Apple Cedar (Travis Peak) Field, Trinity County, Texas	Approve new field designation and field rules
<b><u>(NUNC PRO TUNC) Field Consolidation and Field Rules</u></b>			
08-0240621 (Donna Chandler)	Anadarko Petroleum Corp.	Haley (Lwr. Wolfcamp-Penn Cons.) Field Loving County, Texas	Approve Nunc Pro Tunc Order to add language for AOF status as requested
<b><u>Net Gas-Oil Ratio and MER Authority</u></b>			
08-0240762 (Thomas Richter)	Finley Resources, Inc	Golenternek-Rudman "B" Lease, Well No. 1 Worsham, East (Cherry Canyon) Field, Reeves County, Texas	Approve increased Net-GOR authority with a casinghead gas limit of 500 MCFD
7C-0240700 (Margaret Allen)	James K. Anderson, Inc.	Sims Lease, Well No. 1. Myrna Lynn Field, Runnels County, Texas	Approve increased Net-GOR authority with a daily gas limit of 250 MCF, and that the top oil allowable remain at 86 BOPD, regardless of the gas/oil ratio

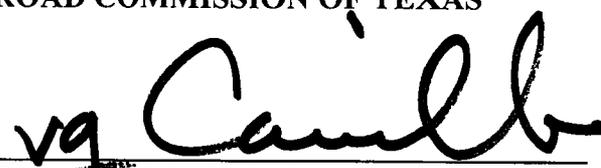
**OGC UNPROTESTED MASTER ORDER  
FEBRUARY 8, 2005 CONFERENCE  
PAGE 2**

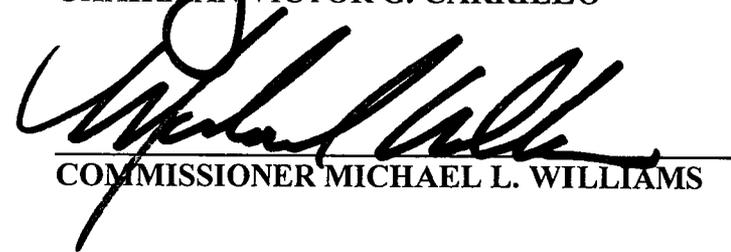
<b>DOCKET NO.</b>	<b>APPLICANT</b>	<b>LEASE, WELL, OR SITE</b>	<b>ORDER TERMS</b>
<b><u>Permanent Gas Well Classification</u></b>			
03-0241095 (Donna Chandler)	Carrizo Oil & Gas, Inc	Beach House Lease, Well No. 1, Hematite Sand (Vicksburg) Field, Chambers County, Texas	Permanently classify the referenced well as a gas well
03-0241137 (Thomas Richter)	Kerr-McGee Oil & Gas Onshore LLC	Janet McCarthy Lease, Well No. 9, Willow Slough, N. (10770 Sand) Field, Chambers, County, Texas	Approve the gas well classification
<b><u>Field Classification and Cancelling Overproduction</u></b>			
03-0240406 (Donna Chandler)	Kerr-McGee Oil & Gas Onshore LLC	Acom Seabreeze Unit, Well No. 1 Seabreeze Field, Chambers County, Texas	Classify the field as salvage and cancel all overproduction
06-0240857 (Margaret Allen)	Exxon Corp.	Trawick (James) Field, Nacogdoches County, Texas	Approve field balancing
<b><u>Suspend Allocation Formula</u></b>			
03-0240796 (Margaret Allen)	Cobra Oil & Gas Corporation	Hull South (Cook Mtn. 9700) Field, Liberty County, Texas	Suspend the allocation formula
<b><u>Superceding Order</u></b>			
01-0240489 (Marshall Enquist)	Tilmon Oil Co.	J. Mackin (08440) Lease, Well Nos. 1 & 2, Tenney Creek Field, Caldwell County, Texas	Supercede the plug only requirement of the Final Order in Enforcement Docket No. 01-0233603

IT IS ORDERED that each referenced Final Order shall become effective when this Order is signed and that a copy of this Order shall be affixed to each Final Order.

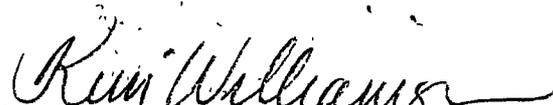
Done in Austin, Texas on February 8, 2005.

RAILROAD COMMISSION OF TEXAS

  
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CHAIRMAN VICTOR G. CARRILLO

  
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COMMISSIONER MICHAEL L. WILLIAMS

ATTEST:

  
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SECRETARY