RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL HEARINGS SECTION

OIL AND GAS DOCKET NO. 02-0252555 IN THE PARKTEX (HOCKLEY, LOWER) FIELD, LIVE OAK COUNTY, TEXAS

FINAL ORDER ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION FOR THE DOUBLE PLAY OIL & GAS, MCNEILL NORTH LEASE WELL NO. 2, PARKTEX (HOCKLEY, LOWER) FIELD LIVE OAK COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 31, 2007, the presiding examiner has made and filed a report and recommendation containing findings of fact and conclusions of law, for which was 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 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 the most efficient rate of production for the Double Play Oil & Gas, McNeill North Lease Well No. 2 in the Parktex (Hockley, Lower) Field, Live Oak Texas, is established at 140 barrels of oil per day per well.

It is further ordered that all overproduction for the McNeill North Lease (09001) is hereby canceled.

Done this 11th day of September, 2007.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated September 11, 2007)