RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 03-0225433 IN THE CLEVELAND FIELD, LIBERTY COUNTY, TEXAS

NUNC PRO TUNC ORDER ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION, APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY AND CANCELING OVERPRODUCTION IN THE CLEVELAND FIELD LIBERTY COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on October 25, 2000, 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 the most efficient rate of production at the current time for the Texas American Resources Company - Kirby Lumber Co. "C" No. 12 (00727) in the Cleveland Field, Liberty County, Texas, is established at 455 BOPD. In addition, Texas American Resources Company is granted permission to produce the Kirby Lumber Co. "C" No. 12, Cleveland Field, Liberty County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 1,500 MCFD. It is further ordered that all overproduction for the Texas American Resources Company - Kirby Lumber Co. "C" lease (00727) in the Cleveland Field, Liberty County, Texas is hereby canceled.

Effective this 5th day of December, 2000.

	RAILROAD COMMISSION OF TEXAS
	CHAIRMAN MICHAEL L. WILLIAMS
	COMMISSIONER CHARLES R. MATTHEWS
ATTEST:	COMMISSIONER TONY GARZA
Secretary	