

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

**OIL AND GAS DOCKET
NO. 09-0266124**

**IN THE BOONSVILLE (BEND
CONGL., GAS) FIELD, WISE
COUNTY, TEXAS**

**FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY
FOR THE LOONEY LEASE, WELL NO. 1
BOONSVILLE (BEND CONGL., GAS) FIELD
WISE COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on July 7, 2010, 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 Cholla Petroleum, Inc. is hereby granted permission to produce the Looney Lease, Well No. 1 (API No. 42-497-34587), in the Boonsville (Bend Congl., Gas) Field, Wise County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 250 MCFGPD.

It is further **ORDERED** the subject well's oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded.

It is further **ORDERED** that all accumulated overproduction for this well is canceled.

Done this 10th day of August, 2010.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed
by OGC Unprotested Master Order
dated August 10, 2010)**