

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

**OIL AND GAS DOCKET
NO. 02-0261131**

**IN THE SUGARKANE (CRETACEOUS)
FIELD, LIVE OAK AND KARNES
COUNTIES, TEXAS**

**FINAL ORDER
ADOPTING FIELD RULES FOR THE
SUGARKANE (CRETACEOUS) FIELD
LIVE OAK AND KARNES COUNTIES, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on March 25, 2009, 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 following Field Rules shall be adopted for the Sugarkane (Cretaceous) Field, Live Oak and Karnes Counties, Texas:

RULE 1: The entire combined correlative interval from 11,360 feet to 11,662 feet as shown on the log of the Burlington Resources O & G Co., LP - Kunde Lease, Well No. 1 (API No. 42-297-34621), Section 120, J. Ingram Survey, Live Oak County, Texas, shall be designated as a single reservoir for proration purposes and be designated as the Sugarkane (Cretaceous) Field.

It is further **ORDERED** that all wells in the Sugarkane (Cretaceous) Field, Live Oak and Karnes Counties, Texas are permanently classified as gas wells, effective the date of first production, without the need of further administrative review.

Done this 28th day of April, 2009.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated April
28, 2009)**