

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

OIL & GAS DOCKET NO. 01-0263123

COMMISSION CALLED HEARING TO PROVIDE BJT OIL COMPANY, INC. TO SHOW CAUSE WHY STATEWIDE RULE 14(B)(2) PLUGGING EXTENSIONS SHOULD BE REINSTATED FOR THE SAMPLE UNIT (14027) LEASE, WELL NO. 2, STOCKDALE, E. (CHALK, UPPER) FIELD, THE POSEY (12138) LEASE, WELL NOS. 1 AND 1A, NIXON FIELD AND THE HARDIN, A. T. -B- LEASE, WELL NO. 1 (RRC GAS ID NO. 088443) STOCKDALE (CARRIZO) FIELD, WILSON COUNTY, TEXAS.

FINAL ORDER

The Commission finds that, after statutory notice in the above-numbered docket, heard on October 27, 2009, the examiner has made and filed a report and proposal for decision containing findings of fact and conclusions of law, which was served on all parties of record, 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 proposal for decision and the findings of fact and conclusions of law contained therein, and any exceptions and replies thereto, 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:

- 1) the plugging extensions for the Sample Unit (14027) Lease, Well No. 2, Stockdale, E. (Chalk, Upper) Field, the Posey (12138) Lease, Well No. 1, Nixon Field, and, the Hardin, A. T. -B- Lease, Well No. 1 (RRC Gas ID No. 088443) Stockdale (Carrizo) Field, Wilson County, Texas remain **CANCELED**;
- 2) BJT Oil Company, Inc. is required to **PLUG** the Sample Unit (14027) Lease, Well No. 2, Stockdale, E. (Chalk, Upper) Field, the Posey (12138) Lease, Well No. 1, Nixon Field, and, the Hardin, A. T. -B- Lease, Well No. 1 (RRC Gas ID No. 088443) Stockdale (Carrizo) Field, Wilson County, Texas within 30 days from the day immediately following the date this order becomes final; and,

- 3) the Posey (12138) Lease Well No. 1A be sealed until such time that BJT Oil Company, Inc. provides evidence of a good faith claim of a continuing right to operate, or another operator establishes such a claim and obtains Commission approval of a Certificate of Compliance and Transportation Authority.

Each exception to the examiner's 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.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 20 days after it is actually mailed to the parties by the Commission. 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 and effective until such motion is overruled, or if such motion 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 parties are notified of the order.

Done this 23rd day of February 2010.

RAILROAD COMMISSION OF TEXAS


CHAIRMAN VICTOR G. CARRILLO


COMMISSIONER ELIZABETH A. JONES


COMMISSIONER MICHAEL L. WILLIAMS

