RAILROAD COMMISSION OF TEXAS HEARINGS SECTION

OIL AND GAS DOCKET NO. 10-0278561

IN THE PANHANDLE, WEST FIELD, HUTCHINSON, MOORE AND CARSON COUNTIES, TEXAS

FINAL ORDER APPROVING THE APPLICATION OF PARALLEL ENERGY, L.P. FOR CANCELLATION OF OVERPRODUCTION FOR VARIOUS WELLS IN THE PANHANDLE, WEST FIELD

HUTCHINSON, MOORE AND CARSON COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-number docket heard on November 26, 2012, 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 accumulated overproduction in the Panhandle, West Field for the following wells: Bost Well No. 1009 (024488), Brown Well No. 1036A (132844), Burnett Well No. 1060A (136047), Burnett, Estate Well No. 1051 (024495), Burnett, Estate Well No. 1081 (024499), Sanford Well No. 1013 (024529), Sneed Well No. 1050 (024550), State -CR- Well No. 503-B (147507), Weymouth MS Well No. 2007 (024441) and Weymouth MS Well No. 1001 (024440), is hereby cancelled effective as of the first day of the month following the issuance of this Final Order.

It is further **ORDERED** by the Railroad Commission of Texas that the accumulated overproduction of any other wells operated by Parallel Energy, L.P. in the Panhandle, West Field is hereby cancelled effective as of the first day of the month following the issuance of this Final Order.

Effective this 15th day of January, 2013.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated January 15, 2013)