

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

**OIL AND GAS DOCKET
NO. 10-0250024**

**IN THE PANHANDLE HUTCHINSON
COUNTY FIELD, HUTCHINSON
COUNTY, TEXAS COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF AMERICAN STAR ENERGY AND MIN. CORP.
FOR BEARKILLER LEASE
PANHANDLE HUTCHINSON COUNTY FIELD, HUTCHINSON COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on February 7, 2007, 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 application of American Star Energy and Min. Corp. for annual lease wide testing for the Bearkiller Lease (04720) as prescribed by the Special Oil Field Rules as adopted in the Amended Final Order 10-87,017 for the Panhandle Hutchinson County Field, Hutchinson County, be and it is hereby approved. The subject lease shall be exempt from annual individual well testing as required by Special Field Rule No. 6 of the Panhandle Hutchinson County "Oil" Field Rules. The lease shall be subject to annual lease wide testing for reporting purposes as permitted by Rule No. 6 but shall not be bound by the prescribed gas-oil ratio limits unless there are subsequent new wells completed or re-completions of the existing wells. The subject lease shall remain subject to other qualifying special field rules.

Done this 23rd day of February, 2007.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated
February 23, 2007)**