RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 09-0263207 IN THE LOST VALLEY (CADDO) FIELD, JACK COUNTY, TEXAS

FINAL ORDER APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY FOR THE COZART LEASE WELL NO. 1 LOST VALLEY (CADDO) FIELD JACK COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on November 20, 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 Best Petroleum Explorations, Inc. is hereby granted permission to produce the Cozart Lease (31085) Well No. 1 in the Lost Valley (Caddo) Field, Jack County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 175 MCFD. 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 lease is canceled.

Done this 15th day of December, 2009.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated December 15, 2009)