

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

**OIL AND GAS DOCKET
NO. 03-0268568**

**IN LOVELLS LAKE (MARG. 2) FIELD,
JEFFERSON COUNTY, TEXAS**

**FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY
FOR THE E.D. PLEASANT LEASE, WELL NO. 8
LOVELLS LAKE (MARG. 2) FIELD
JEFFERSON COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on February 4, 2011, 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 Milestone Operating, Inc. is hereby granted permission to produce the E.D. Pleasant Lease, Well No. 8 (API No. 42-245-32538), in the Lovells Lake (Marg. 2) Field, Jefferson County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 500 MCFGPD.

It is further **ORDERED** that 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 the subject well is canceled.

Done this 8th day of March, 2011.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated March
8, 2011)**