

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

**OIL AND GAS DOCKET
NO. 08-0246970**

**IN THE EMPEROR (ELLENBURGER)
FIELD, WINKLER COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF
CHESAPEAKE OPERATING, INC. FOR
INCREASED GAS/OIL RATIO AUTHORITY
FOR ITS HALLEY, S.M. -B- LEASE, WELL NO. 42
IN THE EMPEROR (ELLENBURGER) FIELD
WINKLER COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on May 18, 2006, 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, 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 Chesapeake Operating, Inc. be and is hereby granted permission to produce its Halley, S.M. -B- Lease, Well No. 42, in the Emperor (Ellenburger) Field, Winkler County, Texas, under increased gas-oil ratio authority with an unlimited daily gas allowable and a yardstick oil allowable of 255 barrels per day.

It is further **ORDERED** that all overproduction for the Chesapeake Operating, Inc. Halley, S.M. -B- Lease, in the Emperor (Ellenburger) Field, be and is hereby canceled as of the date of the Final Order.

Done this sixth day of June, 2006.

**RAILROAD COMMISSION OF TEXAS
(Order approved and signatures affixed by
OGC Unprotested Master Order dated June
6, 2006.)**