RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 7C-0262734 IN THE SHEEP MOUNTAIN (CONSOLIDATED) FIELD, UPTON COUNTY, TEXAS

FINAL ORDER APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY FOR THE UNIV 3 VINCENT 24 LEASE, WELL NO. 16 SHEEP MOUNTAIN (CONSOLIDATED) FIELD UPTON COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on October 2, 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 COG Operating, LLC is hereby granted permission to produce the Univ 3 Vincent 24, Well No. 16 (42-461-36191) in the Sheep Mountain (Consolidated) Field, Upton County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 2,200 MCFD. It is further ordered the subject well's oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded.

Done this 3rd day of November, 2009.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated November 3, 2009)