

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

**OIL AND GAS DOCKET  
NO. 7C-0249003**

**IN THE FREEDOM (UPPER CLEAR FORK)  
FIELD CROCKETT COUNTY, TEXAS**

**FINAL ORDER  
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY  
FOR THE MLC OPERATING LP, ONYX LEASE WELL NO. 2  
IN THE FREEDOM (UPPER CLEAR FORK) FIELD  
CROCKETT TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on December 8, 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, 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 MLC Operating LP is hereby granted permission to produce the Onyx Lease Well No. 2 in the Freedom (Upper Clear Fork) Field, Crockett County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 700 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 the Onyx Lease (RRC Lease No. 16007) be canceled.

Done this 10<sup>th</sup> day of January, 2007.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved and signatures affixed by OGC  
Unprotected Master Order dated January 10,  
2007)**