RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 04-0254127 IN THE TULE LAKE (FRIO CONSOLIDATED) FIELD, NUECES COUNTY, TEXAS

CORRECTED FINAL ORDER
APPROVING THE APPLICATION OF
EOG RESOURCES, INC. FOR NEW FIELD DESIGNATION
FIELD CONSOLIDATION AND FIELD RULES
TULE LAKE (FRIO CONSOLIDATED) FIELD
NUECES COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on November 30, 2007, 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 the application of EOG Resources, Inc. for new field designation for its St. Tr. 705A Well No. 1 is hereby approved. The new field shall be known as the Tule Lake (Frio Consolidated) Field, No. 91675 700, Nueces County, Texas.

It is further ordered that the following field rules are hereby adopted for the Tule Lake (Frio Consolidated) Field, Nueces County, Texas:

RULE 1: The entire correlative interval between 11,250 feet (TVD) and 12,740 feet (TVD), as shown on the log of the St. Tr. 750A Well No. 1 (API 355 33854), Section 939, Nueces Co. Nav. Dist No. 1 Survey, A-2677, Nueces County, shall be designated as a single reservoir for proration purposes and be designated as the Tule Lake (Frio Consolidated) Field.

RULE 2: The daily allowable production of gas from individual wells completed in the subject field shall be determined by allocating the allowable production, after deductions have been made for wells which are incapable of producing their gas allowables, among the individual wells in the following manner:

FIVE percent (5%) of the field's total allowable shall be allocated equally among all the individual proratable wells producing from the field.

NINETY-FIVE percent (95%) of the field's total allowable shall be allocated among the individual wells in the proportion that the deliverability of such well, as evidenced by the most recent G-10 test filed with the Railroad Commission bears to the summation of the deliverability of all proratable wells producing from the field.

It is further ordered that the Tule Lake, N. E. (Laureles) Field be consolidated into the Tule Lake (Frio Consolidated) Field.

Done this 18th day of December, 2007.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated December 18, 2007)