

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

**OIL AND GAS DOCKET
NO. 02-0270027**

**IN THE MATAGORDA 560-L (7250
SAND) FIELD, CALHOUN COUNTY,
TEXAS**

**FINAL ORDER
ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION
FOR THE S.T. 560-L (SW) UNIT, WELL NO. 2
MATAGORDA 560-L (7250 SAND) FIELD
CALHOUN COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on May 23, 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 the most efficient rate of production at the current time for the Hall-Houston Expl. II, LP - S.T. 560-L (SW) Unit, Well No. 2 (API No. 42-703-30426) in the Matagorda 560-L (7250 Sand) Field, Calhoun County, Texas, is 1,000 BOPD.

It is further **ORDERED** that all overproduction for the S.T. 560-L (SW) Unit, Well No. 2 (API No. 42-703-30426) in the Matagorda 560-L (7250 Sand) Field is hereby canceled.

Done this 27th day of June, 2011.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated June
27, 2011)**