RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 08-0256488 IN THE SALLIE ANN (SPRABERRY-WOLFCAMP) FIELD, ECTOR AND MIDLAND COUNTIES, TEXAS

FINAL ORDER AMENDING FIELD RULE 1 FOR THE SALLIE ANN (SPRABERRY-WOLFCAMP) FIELD ECTOR AND MIDLAND COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on May 2, 2008, 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 Rule 1 of the Field Rules adopted in Final Order No. 08-0242896, effective July 22, 2005, for the Sallie Ann (Spraberry-Wolfcamp) Field, Ector and Midland Counties, Texas is amended as hereafter set out:

RULE 1: The entire correlative interval from 7,050 feet to 10,097 feet as shown on the log of the Henry Petroleum LP - Sallie 23 Lease Well No. 1, (API No. 42 135 38774), shall be designated as a single reservoir for proration purposes and be designated as the Sallie Ann (Spraberry-Wolfcamp) Field.

Done this 29th day of May, 2008.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated May 29, 2008)