

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

**OIL AND GAS DOCKET
NO. 03-0252152**

**IN THE SPINDLETOP FIELD
JEFFERSON COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF COASTAL CAVERNS, INC.
TO CREATE, OPERATE AND MAINTAIN AN UNDERGROUND
HYDROCARBON STORAGE FACILITY, THE GCCI LEASE
SPINDLETOP FIELD, JEFFERSON COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on July 25, 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 Coastal Caverns, Inc. to create, operate and maintain an underground hydrocarbon storage facility on the GCCI Lease, Spindletop Field, Jefferson County, Texas, be and it is hereby approved. The Commission's Technical Permitting Section shall issue the permit(s) pursuant to the conditions and requirements to Statewide Rule 95.

Done this 14th day of August, 2007.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated August
14, 2007)**