

**RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL
OIL AND GAS SECTION**

OIL & GAS DOCKET NO. 01-0233910

**COMMISSION CALLED HEARING TO TRANSFER THE GONZALES ET AL
UNIT, WELL NO. 1H, PEARSALL (AUSTIN CHALK) FIELD, FRIO COUNTY
TEXAS FROM ARPEL, INC. TO TIZA ENERGY, INC. AND TO RESCIND THE
PLUGGING ORDER UNDER DOCKET NO. 01-0229773**

FINAL ORDER

The Commission finds that, after statutory notice in the above-numbered docket, heard on March 17, 2003, the examiners have made and filed a proposal for decision containing findings of fact and conclusions of law, which was served on all parties of record, 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 proposal for decision and 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.

It is accordingly **ORDERED** that the Form P-4 (Producer's Transportation Authority and Certificate of Compliance) transferring the Gonzales Et Al Unit Lease, Well No. 1H, RRC Gas Id No. 161542 from Arpel, Inc. to Tiza Energy, Inc. be **APPROVED**.

It is further **ORDERED** that the provision in the Final Order in Oil & Gas Docket No. 01-0229773 entered on September 12, 2002 ordering the Gonzales Et Al Unit Lease, Well No. 1H, RRC Gas Id No. 161542, to be plugged is hereby superseded. All other provisions of that Final Order remain in full force and effect.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed. If a timely motion for rehearing is filed by any party of interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE § 2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the order is served on the parties.

Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Done this 20th day of May, 2003, in Austin, Texas.

RAILROAD COMMISSION OF TEXAS

CHAIRMAN MICHAEL L. WILLIAMS

COMMISSIONER CHARLES R. MATTHEWS

COMMISSIONER VICTOR G. CARRILLO

ATTEST:

SECRETARY