

**RAILROAD COMMISSION OF TEXAS  
LEGAL DIVISION  
OIL AND GAS SECTION**

**RULE 37 CASE NO. 0206539  
DISTRICT 6**

**APPLICATION OF VALENCE  
OPERATING COMPANY FOR AN  
EXCEPTION TO STATEWIDE RULE  
37 TO DRILL ITS NO. 2 WELL,  
HOLCOMB "C" LEASE, OAK HILL  
(COTTON VALLEY) AND WILDCAT  
FIELDS, RUSK COUNTY, TEXAS**

**FINAL ORDER**

The Commission finds that, after statutory notice in the above-numbered docket, heard on November 2, 1994, the presiding examiners have made and filed a report and 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, and any exceptions and replies thereto, 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 Valence Operating Company for a spacing exception permit under the provisions of Statewide Rule 37 and a permit to drill Well No. 2, Holcomb "C" Lease, Oak Hill (Cotton Valley) and Wildcat Fields, Rusk County, is hereby **DENIED**.

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.

It is further **ORDERED** by the Commission that this order shall not be final until 20 days after it is actually mailed to the parties by the Commission; provided that if a motion for rehearing of application is filed by any party at interest within such 20-day period, this order shall not become final until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission.

Done this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_\_.

**RAILROAD COMMISSION OF TEXAS**

\_\_\_\_\_  
**CHAIRMAN**

\_\_\_\_\_  
**COMMISSIONER**

\_\_\_\_\_  
**COMMISSIONER**

ATTEST:

\_\_\_\_\_  
Secretary