

OIL AND GAS DOCKET NO. 05-0201891

APPLICATION OF MITCHELL ENERGY §
CORPORATION TO FORCE POOL §
PURSUANT TO THE MINERAL §
INTEREST POOLING ACT FOR THE §
CURREY "C" WELL NO. 2 §
(PERMIT NO. 408971) §
LIMESTONE COUNTY, §
TEXAS §

Before the

RAILROAD COMMISSION OF TEXAS

LEGAL DIVISION - Oil and Gas

INTERIM ORDER

The Railroad Commission of Texas ("Commission") is of the opinion that an Interim Order is appropriate in this proceeding. Valence Operating Company has established a 452.8- acre unit which includes separately owned interests in oil or gas, and is drilling and completing on the unit the Currey "C" Well No. 2. Applicant Mitchell Energy Corporation has shown a good faith claim to ownership interests in oil or gas within the existing unit. Applicant Mitchell Energy Corporation claims a 50 percent undivided interest in a 100-acre tract within the pooled unit for the well.

FINDINGS OF FACT

1. At least thirty (30) days' notice before hearing on the application was given to all interested parties.
2. By this application, Applicant seeks to force pool certain undivided, unpooled interests claimed by Applicant within Valence's existing Currey "C" Well No. 2, (Permit No. 408971), Limestone County, Texas.
3. A prehearing conference was held May 11, 1993 to consider a motion for an Interim Order concerning the effective date of a subsequently granted MIPA authority.
4. At the prehearing conference, Applicant demonstrated a good faith claim to ownership.
 - a. A lease evidencing Applicant's claim to a 50 percent undivided interest in a 100-acre unpooled tract which is part of the proration unit, was entered into evidence.
5. The parties are conducting good faith settlement negotiations to resolve this case.

CONCLUSIONS OF LAW

1. Proper notice of hearing was timely given to all persons entitled to notice.
2. All things necessary to the Commission attaining jurisdiction over the subject matter and the parties in this hearing have been performed.
3. Adoption of this Interim Order is necessary to protect the correlative rights of Applicant in the field.

It is therefore ordered that any Commission order in this docket pooling Applicant's interests shall be effective as of May 24, 1993, or as later determined by the Commission. It is further ordered that this Interim Order will be superseded by the entry of a final order in this docket, or by the withdrawal of such docket by the parties.

DONE this 24th day of May 1993.

RAILROAD COMMISSION OF TEXAS

Jim Hegart
CHAIRMAN

Mary Scott Nelson
COMMISSIONER

Barry Williams
COMMISSIONER

ATTEST:
Lina Roy
SECRETARY