

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

RULE 37 CASE NO. 0219416

APPLICATION OF VASTAR RESOURCES, INC. FOR AN EXCEPTION TO STATEWIDE
RULE 37 AND AN EXCEPTION TO STATEWIDE RULE 38 TO RECOMPLETE WELL
NO. A190, ON THE HEFLEY LEASE IN THE BUFFALO WALLOW (MORROW) FIELD,
HEMPHILL COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice the captioned proceeding was heard by the examiners who have made and circulated a Proposal for Decision containing Findings of Fact and Conclusions of Law and such 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, 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 in the Proposal for Decision, and incorporates said Findings of Fact and Conclusions of Law as if fully set out and separately stated herein. The Commission hereby adopts as its own Findings of Fact No. 7 and 8 as set forth below:

FINDINGS OF FACT:

7. Vastar did not prove that it cannot drill a profitable well at a regular location, or less irregular location, on the subject tract.
8. Vastar did not prove that it cannot recomplete Well No. 2-90 to include production from the Bradstreet Sand.

IT IS ACCORDINGLY ORDERED THAT the application of Vastar Resources, Inc. for exceptions to the spacing provisions of Statewide Rule 37 and the density provisions of Statewide Rule 38 to recomplete its existing well A190 on Section 90 of the Hefley Lease to the Buffalo Wallow (Morrow) Field is hereby DENIED.

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Final Order
Rule 37 Case No. 0219416

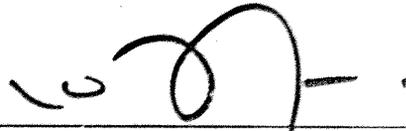
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It is further ORDERED by the Commission that this order shall not be final and effective until 20 days after it is actually mailed to the parties by the Commission; provided that if a motion for rehearing of the application is filed by any party at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

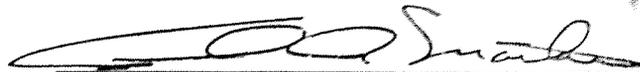
Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Done this 13th day of April, 1999.

RAILROAD COMMISSION OF TEXAS



CHAIRMAN TONY GARZA



COMMISSIONER CHARLES R. MATTHEWS

COMMISSIONER MICHAEL L. WILLIAMS

ATTEST



SECRETARY

