RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 08-0270700 IN THE SAND HILLS (WICHITA-ALBANY) FIELD, CRANE COUNTY, TEXAS

FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY FOR WELLS ON THE J.B. TUBB -C- LEASE SAND HILLS (WICHITA-ALBANY) FIELD CRANE COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 13, 2011, 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 Apache Corporation is hereby granted permission to produce wells on the J.B. Tubb -C- Lease (37722) in the Sand Hills (Wichita-Albany) Field, Crane County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 1,000 MCFD. It is further ordered the subject lease’s oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded. It is further ordered that all accumulated overproduction for the subject lease is canceled.

Done this 11th day of October, 2011.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated October 11, 2011)