

**RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL
HEARINGS SECTION**

**OIL AND GAS DOCKET
NO. 04-0274607**

**IN VARIOUS FIELDS, HIDALGO AND
STARR COUNTIES, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF OXY USA INC.
FOR EXCEPTION TO STATEWIDE RULE 28 REQUIRING
SEMI-ANNUAL G-10 WELL TESTS FOR ALL WELLS IN
VARIOUS FIELDS
HIDALGO AND STARR COUNTIES, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on March 21, 2012, 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 the application of Oxy USA Inc. for exception to Statewide Rule 28 requiring semi-annual G-10 well tests is hereby approved for all wells in the following fields:

<u>FIELD NAME</u>	<u>FIELD NUMBER</u>
Hinde (Vicksburg Consolidated)	41537 250
La Copita (Vicksburg Cons.)	50700 620
McAllen Ranch (Vicksburg K Cons)	58742 050
McAllen Ranch (Vksbg L-V, N Cons)	58742 158
McAllen Ranch (Vicksburg N)	58742 188
McAllen Ranch (Vksbg P-V, S Cons)	58742 342
McAllen (Hansen)	58721 520
McAllen (Lower Frio)	58721 625
Rincon, N. (Vicksburg Cons.)	76723 450

This approval is subject to the following conditions:

1. Exception to performing Semi-Annual G-10 Deliverability well tests for all wells in the subject nine fields is authorized so long as the allocation formula in that specific field is suspended. If the allocation formula is re-instated, operators shall test each well semi-annually beginning with the first Semi-Annual G-10 test period immediately following reinstatement of the allocation formula.
2. Operators shall conduct annual G-10 well tests for wells in the subject fields as follows:

Hinde (Vicksburg Consolidated)	October, November, December
La Copita (Vicksburg Cons.)	October, November, December
McAllen Ranch (Vicksburg K Cons)	December, January, February
McAllen Ranch (Vksbg L-V, N Cons)	December, January, February
McAllen Ranch (Vicksburg N)	December, January, February
McAllen Ranch (Vksbg P-V, S Cons)	December, January, February
McAllen (Hansen)	December, January, February
McAllen (Lower Frio)	December, January, February
Rincon, N. (Vicksburg Cons.)	October, November, December
3. For the other test period for the specific field, Operators shall file the latest G-10 test results or the test results filed on its previous Annual G-10 Test Report, whichever is the more current, on the Commission's computer generated semi-annual G-10 test report for record purposes.
4. All of the requirements of Statewide Rule 28 shall remain in effect except for the semi-annual G-10 well testing requirement.

Done this 10th day of April, 2012.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated April
10, 2012)**