

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

OIL AND GAS DOCKET

**IN THE STEWARDS MILL, NE
(RODESSA) FIELD, FREESTONE
COUNTY, TEXAS**

NO. 05-0266125

**FINAL ORDER
AMENDING RULE 1, ESTABLISHING THE MOST
EFFICIENT RATE OF PRODUCTION
AND INCREASED NET GAS-OIL RATIO AUTHORITY
FOR THE WINTERS LEASE, WELL NO. 1
STEWARDS MILL, NE (RODESSA) FIELD,
FREESTONE COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on July 22, 2010, 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 that field rules adopted in Final Order No. 05-024688, effective October 6, 2005, for the Stewards Mill, NE (Rodessa) Field, Freestone County, Texas, are hereby amended as follows:

RULE 1: The entire correlative interval from 7,088 feet to 7,310 feet as shown on the log of the Watson Trust Gas Unit Well No. 1, API No. 161-31320, A. Scott Survey, A-594, Freestone County, Texas, shall be designated as a single reservoir for proration purposes and be designated as the Stewards Mill, NE (Rodessa) Field.

It is further ordered by the Railroad Commission of Texas that the most efficient rate of production at the current time for the Apache Corporation - Clyde Blair Oil Unit 1 Lease (03874) Well No. 2 in the Stewards Mill, NE (Rodessa) Field, Freestone County, Texas is established at 225 BOPD.

It is further ordered by the Railroad Commission of Texas that Apache Corporation is hereby granted permission to produce Clyde Blair Oil Unit 1 Lease (03874) Well No. 2 in the Stewards Mill, NE (Rodessa) Field, Freestone County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 560 MCFD. It is further ordered the

subject well's oil allowable shall not be penalized unless the above permitted casinghead gas limit is exceeded. It is further ordered that all overproduction for the subject lease is hereby canceled.

Done this 14th day of September, 2010.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures
affixed by OGC Unprotested Master
Order dated September 14, 2010)**