The Commission finds that after statutory notice in the above-numbered docket heard on July 22, 2016, the presiding Technical Examiner and Administrative Law Judge (collectively “Examiners”) have 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 Examiners’ 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 Sheridan Production Company, LLC is hereby granted permission to produce the Menielle, L.B. Lease, Well No. 25 (API No. 42-081-31663) in the I.A.B. (Strawn) Field, Coke County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 350 Mcf per day. The oil allowable for the Menielle, L.B. Lease, Well No. 25 shall not be penalized unless the above permitted casinghead gas limit is exceeded.

It is further ORDERED by the Railroad Commission of Texas that all accumulated overproduction for the Sheridan Production Company, LLC, Menielle L.B. Lease, Well Nos. 25 and 29 (API Nos. 42-081-31663 and 42-081-31692) completed in the I.A.B. (Strawn) Field, Coke County, Texas, is hereby cancelled.

It is further ORDERED by the Commission that this order shall not be final and effective until 25 days after the Commission's order is signed, unless the time for filing a motion for rehearing has been extended under Tex. Gov't Code §2001.142, by agreement under Tex. Gov't Code §2001.147, or by written Commission Order issued pursuant to Tex. Gov't Code §2001.146(e). If a timely motion for rehearing of an application is filed by any party at interest, 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. Gov't 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 Commission Order is signed.

Done this 11th day of October, 2016.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions’ Unprotested Master Order dated October 11, 2016)