RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION

OIL AND GAS DOCKET
NO. 7C-0300348

LONESOME (WOLFCAMP)
FIELD, IRION COUNTY,
TEXAS

FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY AND
CANCELLATION OF OVERPRODUCTION
FARMAR '20' LEASE (18750)
LONESOME (WOLFCAMP) FIELD
IRION COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on
July 12, 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 Compass Energy
Operating, LLC is hereby granted authority to produce the Farmar '20' Lease, Well No. 2 (API
No. 42-235-35456), Lonesome (Wolfcamp) Field, Irion County, Texas, under increased net gas-
oil ratio authority with a casinghead gas limit of 800 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 Compass Energy Operating LLC, Farmar '20' Lease, Well No. 2 (API
No. 42-235-35456), completed in the Lonesome (Wolfcamp) Field, Irion 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.
OIL AND GAS DOCKET NO. 7C-0300348

Done this 25th day of October, 2016.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by
Hearings Divisions' Unprotested Master
Order dated October 25, 2016)