

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

**OIL AND GAS DOCKET  
NO. 04-0267721**

**IN THE TAFT, DEEP (A-2 SAND) FIELD,  
SAN PATRICIO COUNTY, TEXAS**

**FINAL ORDER  
ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION  
FOR THE SIMS-DREES UNIT NO. 1, WELL NO. 2  
TAFT, DEEP (A-2 SAND) FIELD  
SAN PATRICIO COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on November 23, 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** by the Railroad Commission of Texas that the most efficient rate of production at the current time for the Sandalwood Exploration, LP - Sims-Drees Unit No. 1, Well No. 2 (API No. 42-409-32927) in the Taft, Deep (A-2 Sand) Field, San Patricio County, Texas, is 175 BOPD.

It is further **ORDERED** that all overproduction for the Sims-Drees Unit No. 1, Well No. 2 (API No. 42-409-32927) in the Taft, Deep (A-2 Sand) Field is hereby canceled.

Done this 13<sup>th</sup> day of January, 2011.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved and signatures affixed by  
OGC Unprotested Master Order dated  
January 13, 2011)**