RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 8A-0277669 IN THE SMITH (SPRABERRY) FIELD, DAWSON AND LYNN COUNTIES, TEXAS

FINAL ORDER ESTABLISHING AN MER ALLOWABLE FOR THE CARTWRIGHT LEASE, WELL NOS. 1 AND 2 SMITH (SPRABERRY) FIELD DAWSON AND LYNN COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on September 20, 2012, the presiding 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 the most efficient rate of production at the current time for the Raw Oil & Gas, Inc. - Cartwright Lease, Well Nos. 1 (API No. 42-305-30496) and 2 (API No. 42-305-30502), in the Smith (Spraberry) Field, is 375 BOPD.

It is further **ORDERED** that all overproduction for the Cartwright Lease (ID No. 69791) in the Smith (Spraberry) Field is hereby canceled.

Done this 6th day of November, 2012.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated November 6, 2012)