RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 8A-0284850 IN THE JAYTON (PENN., LOWER) FIELD, KENT COUNTY, TEXAS

FINAL ORDER ESTABLISHING THE MOST EFFICIENT RATE OF PRODUCTION FOR THE SIE DAUGHERTY PU LEASE, WELL NO. 1 JAYTON (PENN., LOWER) FIELD KENT COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on November 6, 2013, 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 SIE Daugherty PU Lease, Well No. 1 (API No. 42-263-32020), Jayton (Penn., Lower) Field, Kent County, Texas, is established at 125 barrels of oil per day.

It is further **ORDERED** that all overproduction for the SIE Daugherty PU Lease, Well No. 1 (API No. 42-263-32020), Jayton (Penn., Lower) Field, Kent County, Texas, is hereby canceled.

Done this 18th day of December, 2013.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated December 18, 2013)