RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 08-0266448 IN THE MARTIN (CONSOLIDATED) FIELD, ANDREWS, HOWARD AND ECTOR COUNTIES, TEXAS

FINAL ORDER
CONSOLIDATING FIELDS
INTO THE MARTIN (CONSOLIDATED) FIELD
AND AMENDING THE FIELD RULES
FOR THE MARTIN (CONSOLIDATED) FIELD
ANDREWS, HOWARD AND ECTOR COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-number docket heard on July 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 for which service was waived by parties of record; 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 Block 11 (Fusselman) Field (ID No. 09230 426) and the Martin, West (Fusselman) Field (ID No. 57781 250) are hereby consolidated into the Martin (Consolidated) Field (ID No. 57774 275).

It is further **ORDERED** that Rule 1 of the Field Rules adopted in Final Order No. 08-0265191, effective June 22, 2010, for the Martin (Consolidated) Field, is hereby amended as set out below:

RULE 1: The entire correlative interval from 4,202 feet to 8,444 feet as shown on the log of the Phillips University Well No. 1 (API No. 003-00649), Section 13, Block 11, University Lands, shall be designated as a single reservoir for proration purposes and be designated as the Martin (Consolidated) Field.

It is further ordered that the most efficient rate of production at the current time for the Phillips University O Well No. 12 (API No. 003 41465) in the Martin (Consolidated) Field is established at 525 BOPD. It is further ordered that all overproduction for the subject well is hereby canceled.

Done this 24th day of August, 2010.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated August 24, 2010)