

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL AND GAS DOCKET
NO. 10-0305401**

**IN THE MILLS RANCH (DES MOINES)
FIELD, WHEELER COUNTY, TEXAS**

**FINAL ORDER
APPROVING INCREASED NET GAS-OIL RATIO
AUTHORITY AND CANCELLATION OF OVERPRODUCTION
FOR THE CHAMP (09342) LEASE, WELL NO. 1023,
MILLS RANCH (DES MOINES) FIELD, WHEELER COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on August 16, 2017, 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 Sanguine Gas Exploration, LLC is hereby granted permission to produce the Champ (09342) Lease, Well No. 1023, (API No. 42-483-33872) in the Mills Ranch (Des Moines) Field, Wheeler County, Texas, under increased net gas-oil ratio authority with a casinghead gas limit of 900 Mcf per day. The oil allowable for the Champ (09342) Lease, Well No. 1023 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 Sanguine Gas Exploration, LLC, Champ (09342) Lease, Well No. 1023, completed in the Mills Ranch (Des Moines) Field, Wheeler County, Texas, is hereby cancelled.

Pursuant to §2001.144(a)(4)(A), of the Texas Government Code, and by agreement of the Parties in writing or on the record, **the parties have waived right to file a Motion for Rehearing and this Final Order is effective on the date the Master Order relating to the Final Order is signed.**

Done this 10th day of October 2017.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed
by Hearings Divisions' Unprotected
Master Order dated October 10, 2017)**