

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 03-0308158

APPLICATION OF XTO ENERGY INC. FOR A NET GAS-OIL RATIO, AND CANCELLATION OF ALL OVERPRODUCTION FOR THE SHERIDAN (YEGUA) FIELD, COLORADO COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on February 27, 2018, the presiding technical examiner and administrative law judge ("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 complies 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 each well in the Sheridan (Yegua) Field (ID No. 83107825), Colorado County, Texas, is hereby granted permission to produce under increased net gas-oil ratio authority with a casinghead gas limit of 500 MCF per day. Each well's oil allowable shall not be penalized unless the 500 MCF per day casinghead gas limit is exceeded.

It is further **ORDERED** that all overproduction on the Isam Briscoe (No. 26728) Lease is hereby cancelled through the effective date of this Final Order.

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 final and effective on the date the Master Order relating to the Final Order is signed.**

Done this 22nd day of May 2018.

RAILROAD COMMISSION OF TEXAS

**(Order approved, and signatures affixed by
Hearings Division's Unprotested Master Order
dated May 22, 2018)**