

**RAILROAD COMMISSION OF TEXAS  
OFFICE OF GENERAL COUNSEL**

**OIL AND GAS DOCKET  
NO. 8A-0261376**

**IN THE NEWSOM (YATES) FIELD,  
GAINES COUNTY, TEXAS**

**FINAL ORDER  
APPROVING INCREASED NET GAS-OIL RATIO AUTHORITY  
IN THE NEWSOM (YATES) FIELD  
GAINES, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on June 12, 2009, 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; 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 Newsom (Yates) Field, Gaines County, Texas, is hereby classified as an associated-prorated field. It is further ordered that the allocation formula in the Newsom (Yates) Field shall remain suspended. The allocation formula may be reinstated administratively, in accordance with the Commission's rules, if the market demand for gas in the Newsom (Yates) Field drops below 100% of deliverability.

It is further ordered by the Railroad Commission of Texas that each oil well in the Newsom (Yates) Field, Gaines County, Texas, is allowed to produce under increased gas-oil ratio authority with a daily gas limit of 400 MCF per well. Each oil well is allowed to produce up to 78 barrels of oil per day regardless of producing gas-oil ratio. Oil allowables shall not be penalized due to high gas-oil ratios.

It is further ordered that all overproduction in the Newsom (Yates) Field is hereby canceled.

Done this 30<sup>th</sup> day of June, 2009.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved and signatures affixed  
by OGC Unprotested Master Order  
dated June 30, 2009)**