

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL AND GAS DOCKET
NO. 08-0289141**

**IN THE MAGNOLIA SEALY FIELD
WARD COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE TRANSFER OF WELLS TO THE
MAGNOLIA SEALY FIELD
WARD COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on June 11, 2014, 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 wells listed on Attachment 1 operated by Southwest Royalties, Inc., in the Magnolia Sealy, South Field (ID No. 56766 001) and in the Sealy, South (Yates) Field (ID No. 81952 500) are hereby transferred to the Magnolia Sealy Field (ID No. 56761 001). All of the wells listed in Attachment 1 are to be placed in Magnolia Sealy Field Lease No. 35178. Further, the wells listed in Attachment 1 that have not been assigned to a field shall be assigned to the Magnolia Sealy Field (ID No. 56761 001).

The operator is required to file Commission Form P-4, 'Producer's Transportation Authority and Certificate of Compliance', for all affected wells and leases. The operator may be required to file other forms or drilling permits for certain wells. The Commission waives any fees associated with such transfer, including drilling permit fees.

It is further **ORDERED** by the Railroad Commission of Texas that all overproduction for the subject wells and leases listed on Attachment 1 is hereby cancelled.

Done this 12th day of August, 2014.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Division's Unprotested Master
Order dated August 12, 2014)**

ATTACHMENT 1

Southwest Royalties, Inc. (806470)
Ward County, Texas

<u>Lease Name</u>	<u>Well #</u>	<u>API #</u>	<u>Lease #</u>	<u>Current Field</u>	<u>Comments</u>
Sealy, George 41	1A	42-475-34083	04029	Magnolia Sealy, South	
Sealy, George 41	2	42-475-34084	04029	Magnolia Sealy, South	
Sealy, George 41	3A	42-475-34099	04029	Magnolia Sealy, South	
Sealy, George 41	4A	42-475-34181	04029	Magnolia Sealy, South	
Sealy, George 41	6	42-475-34413	35178	Magnolia Sealy	
Sealy, George 41	7	42-475-34414	35178	Magnolia Sealy	
Sealy, George 41	8	42-475-34415	35178	Magnolia Sealy	Injection Well
Sealy, George 41	9	42-475-34416	35178	Magnolia Sealy	
Sealy, George 41	10	42-475-03414	04029	Magnolia Sealy, South	
Sealy, George 41	11	42-475-03362	05386	Sealy, South (Yates)	
Sealy, George 41	12	42-475-03422	05386	Sealy, South (Yates) & Magnolia Sealy, South	
Sealy, George 41	13	42-475-03399	05386	Sealy, South (Yates)	
Sealy, George 41	14	42-475-03405	05386	Sealy, South (Yates)	Injection Well
Sealy, George 41	15	42-475-03411	05386	Sealy, South (Yates)	
Sealy, George 41	16	42-475-34449	pending	Magnolia Sealy	
Sealy, George 41	17	42-475-36437	pending	Magnolia Sealy	
Sealy, George 41	18	42-475-36439	pending	Magnolia Sealy	
Sealy, George 41	19	42-475-36440	pending	Magnolia Sealy	Injection Well
Sealy, George 41	20	42-475-36441	pending	Magnolia Sealy	Injection Well

NOTE:

*Each of the 15 producing wells will have 10 acres assigned in the Magnolia Sealy Field.

*Wells #16 thru #20 have submitted forms for Magnolia Sealy Field but have not yet been assigned.

*Well #12 is currently on the schedule in 2 fields.