

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 7B-0289236
OIL AND GAS DOCKET NO. 7B-0289237
OIL AND GAS DOCKET NO. 7B-0289263
OIL AND GAS DOCKET NO. 7B-0289462

ENFORCEMENT ACTION AGAINST PETROLIA GROUP, LLC FOR STATEWIDE RULE VIOLATIONS ON THE D. BROOKS (154405) LEASE, WELL NO. 2, WILLIE B. MARTIN (154406) LEASE, WELL NO. 2, D. BROOKS (095889) LEASE, WELL NO. 3, D. BROOKS (154385) LEASE, WELL NO. 1, W.B. DAVIS (017819) LEASE, WELL NO. 1, W.B. DAVIS (017821) LEASE, WELL NO. 4, JOHN C. WALLACE (017825) LEASE, WELL NO. 1, SEWARD (126661) LEASE, WELL NO. 1, SEWARD (133758) LEASE, WELL NO. 1 IN BROWN COUNTY, TEXAS, COMMISSION DISTRICT 7B.

FINAL ORDER

The Commission finds that after statutory notice the captioned proceedings were heard by an Examiner on December 3, 2014. The Examiner has circulated a Proposal for Decision containing Findings of Fact and Conclusions of Law. Having been duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas, the Findings of Fact and Conclusions of Law are hereby adopted and made a part hereof by reference.

IT IS HEREBY ORDERED that not later than the thirtieth day following the date on which this order becomes final under law Petrolia Group LLC, Operator No. 660810, shall pay to the Railroad Commission of Texas an administrative penalty in the amount of SEVENTY-FIVE THOUSAND SIX HUNDRED EIGHTY-EIGHT DOLLARS (\$75,688), LESS \$8,092.50 previously paid, for a TOTAL of \$67,595.50 owed.

It is further **HEREBY ORDERED** that Petrolia Group LLC shall bring the subject properties into compliance with all rules of the Commission.

It is also **ORDERED** that Petrolia Group LLC and each person who holds a position of ownership or control in Petrolia Group LLC shall be subject to the terms of TEX. NAT. RES. CODE §91.114.

This order shall not be final and effective until 25 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed.

If a timely motion for rehearing is filed by any party at interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T. CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the parties are notified of the order.

Each exception to the Examiner's proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Noncompliance with the provisions of this order is subject to enforcement by the Attorney General and subject to civil penalties of up to \$10,000.00 per day per violation.

ENTERED in Austin, Texas on this 6th day of October, 2015.

RAILROAD COMMISSION OF TEXAS

David Porter
CHAIRMAN DAVID PORTER

Christi Craddick
COMMISSIONER CHRISTI CRADDICK

Ryan Sitton
COMMISSIONER RYAN SITTON

ATTEST

Kathryn Way
SECRETARY

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