

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 10-0298669

GOOD FAITH CLAIM REVIEW OF QUEST-TEX ENERGY OP II, LLC (OPERATOR NO. 684645) FOR THE YAKE-B-LEASE (LEASE NO. 023821), WELL NO. 1, AND THE YAKE-A-LEASE (LEASE NO. 00992), WELL NOS. 1, 3, 4, AND 8, PANHANDLE, WEST & PANHANDLE HUTCHISON COUNTY FIELDS, HUTCHINSON COUNTY, TEXAS

FINAL ORDER

The Commission finds that after notice and opportunity for hearing, Respondent, Quest-Tex Energy OP II, LLC, did not request a hearing on the matter, but rather chose to submit evidence of its “Good Faith Claim” directly to the Hearings Division pursuant to TEX. GOV’T. CODE §§2001.056 and 2001.062(e). The Administrative Law Judge has circulated an Examiner’s Report and Recommendation 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.

The Commission **FINDS** that Quest-Tex Energy OP II, LLC has a Good Faith Claim to operate the Yake-B-Lease (Lease No. 023821), Well No. 1, and the Yake-A-Lease (Lease No. 00992), Well Nos. 1, 3, 4, and 8, Panhandle, West and Panhandle Hutchinson County Fields, but must renew its Form p-5 Organization Report prior to attempting operations on the subject leases.

IT IS HEREBY ORDERED that all “lack of good faith claim” extension violations relating to the subject wells—as reflected on the Commission’s online P-5 Renewal Status Query—be removed.

It is further **ORDERED** that any transfer of two Form P-4’s in question shall be subject to the provisions of TEX. NAT. RES. CODE §91.113.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 25 days after the Commission’s order is signed, unless the time for filing a motion for rehearing has been extended under TEX. GOV’T CODE §2001.142, by agreement under TEX. GOV’T CODE §2001.147, or by written Commission Order issued pursuant to TEX. GOV’T CODE §2001.146(e). If a timely motion for rehearing of an application 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 Commission Order is signed.

Each exception to the Administrative Law Judge'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.

ENTERED in Austin, Texas on this 12th day of January, 2016.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Division Unprotested Master
Order dated January 12th, 2016)**