

**RAILROAD COMMISSION OF TEXAS  
HEARINGS DIVISION**

**OIL & GAS DOCKET NO. 20-0294518**

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**HEARING ON THE APPLICATION OF PETROLIA GROUP, LLC FOR UNRESTRICTED RENEWAL OF ITS P-5 AND TO CONTEST THE STAFF DETERMINATION THAT ITS P-5 CANNOT BE RENEWED BECAUSE IT HAS NOT COMPLIED WITH THE INACTIVE WELL REQUIREMENTS OF STATEWIDE RULE 15**

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**FINAL ORDER**

The Commission finds that after statutory notice the captioned proceedings were heard by the examiners on April 29, 2015. The examiners have 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. Finding of Fact No. 3 is hereby corrected to reflect the date of August 19, 2014, and the Findings of Fact and Conclusions of Law are hereby adopted and made a part hereof by reference.

**IT IS ORDERED** that the application for renewal of the P-5 Organization Report for Petrolia Group LLC, Operator No. 660810 is hereby **DENIED**.

**It is further ORDERED** that all P-4 Certificates of Compliance issued to Petrolia Group LLC as operator of record are hereby **CANCELLED** and all related pipeline or other carrier connections are hereby **SEVERED**.

**It is further ORDERED** that Petrolia Group LLC shall bring the subject wells (see Appendix 1, attached to this Final Order and incorporated herein for all purposes) into compliance with Statewide Rule 15 (16 TEX. ADMIN. CODE §3.15) and that the Operator's P-5 Organization Report shall not be renewed until such wells have been brought into compliance in accordance with this order.

**It is further 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.

**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 the Commission Order is signed.

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 3rd day of May, 2016.

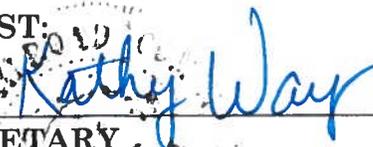
**RAILROAD COMMISSION OF TEXAS**

  
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CHAIRMAN DAVID PORTER

  
\_\_\_\_\_  
COMMISSIONER CHRISTI CRADDICK

  
\_\_\_\_\_  
COMMISSIONER RYAN SITTON

ATTEST:

  
\_\_\_\_\_  
SECRETARY

API No	Dist	ID No	Lease Name	Well No	W3C	W3X	Denials	SI Date	Multi	Notes
049 04050	7B	017820	DAVIS, W. B.	3		NO		08/2000	(2 Compls)	
049 08180	7B	017825	WALLACE, JOHN C.	1		NO		11/2005		
049 30331	7B	062925	LEACH FRED M.	1 D		NO		01/2007		
049 30373	7B	062926	NICHOLS O. H.	1	A-Y	NO		08/2010		
049 30963	7B	073928	NICHOLS, O. H. -A-	1A	A-Y	NO	V	08/2010		
049 31466	7B	154385	BROOKS, D.	1		NO		01/2007		
049 31840	7B	134148	BENNIE, TERRY	2		NO		11/2005		
049 31846	7B	101553	BENNIE, TERRY	1		NO		12/2011		
049 32458	7B	154405	BROOKS, D.	2		NO	V	02/2007		
049 32461	7B	095889	BROOKS, D.	3		NO	V	01/2007		
049 33247	7B	154406	MARTIN, WILLIE B.	2		NO	V	01/2007		
049 33251	7B	105612	BROOKS, D.	4		NO		01/2007		
049 34843	7B	124630	SPIVEY	1	NO	NO		10/2012		
049 34906	7B	133758	SEWARD	1		NO	X	11/2005		
049 34955	7B	126661	SEWARD	2		NO	X	11/2005		
049 35021	7B	128284	DAVIS, M.J.	3		NO		01/2007		
049 35426	7B	141273	SEWARD	3		NO		11/2005		
049 35649	7B	158652	GUTHRIE, R.C.	4		NO	Q	01/1998		
049 35668	7B	177286	SEWARD	1A		NO		11/2005		
049 80068	7B	017813	J. L. MORRIS	2		NO		11/2011		
049 80074	7B	017819	DAVIS, W. B.	1		NO	V	04/2011		
049 80076	7B	017821	DAVIS, W. B.	4	A-Y	NO		08/2010		
049 80077	7B	017822	HUTCHINSON, B.	1		NO		09/2006		
049 80078	7B	017823	LEACH, J. S.	1		NO		11/2005		
049 80079	7B	017824	J. L. MORRIS	1		NO		11/2011		
233 30918	10	00989	SKELLY-MERCHANT	3	NO	NO		01/2003		
233 30923	10	00989	SKELLY-MERCHANT	2	NO	NO		01/2003		
233 31259	10	00989	SKELLY-MERCHANT	5	NO	NO		01/2003		
233 31260	10	00989	SKELLY-MERCHANT	6	NO	NO		01/2003		
233 31262	10	01022	CHRISTIAN	5	A-Y B1-Y	NO		10/2002		
233 31545	10	00989	SKELLY-MERCHANT	7	A-Y B1-Y	NO		01/2003		
233 32142	10	00989	SKELLY-MERCHANT	8	NO	NO		01/2003		

233 32215	10	00989	SKELLY-MERCHANT		10	NO	NO		01/2003					
233 32216	10	00989	SKELLY-MERCHANT		9	NO	NO		01/2003					
233 81744	10	00899	HEDGECOKE-WHITTENBURG -A-		1	A-Y	NO	V S	01/1998					
233 81745	10	00899	HEDGECOKE-WHITTENBURG -A-		2	A-Y	NO		01/1998					
233 81746	10	00899	HEDGECOKE-WHITTENBURG -A-		3	A-Y	NO		01/1998					
233 81747	10	00899	HEDGECOKE-WHITTENBURG -A-		4	A-Y	NO		01/1998					
233 81748	10	00899	HEDGECOKE-WHITTENBURG -A-		5	A-Y	NO		01/1998					
233 81749	10	00899	HEDGECOKE-WHITTENBURG -A-		6	A-Y	NO		01/1998					
233 81750	10	00899	HEDGECOKE-WHITTENBURG -A-		7	A-Y	NO		01/1998					
233 81751	10	00899	HEDGECOKE-WHITTENBURG -A-		8	A-Y	NO		01/1998					
233 81752	10	00899	HEDGECOKE-WHITTENBURG -A-		9	A-Y	NO		01/1998					
233 81753	10	00899	HEDGECOKE-WHITTENBURG -A-		10	A-Y	NO	X S	01/1998					
233 81754	10	00899	HEDGECOKE-WHITTENBURG -A-		11	A-Y	NO	V S	01/1998					

X = H-15 delinquency														
V = H-15 failure														
Q = District Office issue					Field Operations, Oil & Gas Division, 512-463-6830									
S=Surface Equipment Removal Issue					District Office									