

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 7B-0275548

COMMISSION CALLED HEARING TO PROVIDE DMR OPERATING, INC. AN OPPORTUNITY TO SHOW CAUSE WHY THE PLUGGING EXTENSION FOR THE MITCHELL, G.H. (23006) LEASE, WELL NO. 2C BIG HOLE (ATOKA "C") FIELD, PALO PINTO COUNTY, TEXAS SHOULD NOT BE REVOKED PURSUANT TO 16 TEX. ADMIN. CODE § 3.15(h) AND DMR ORDERED TO IMMEDIATELY PLUG THE INACTIVE WELL

FINAL ORDER

The Commission finds that after statutory notice the captioned proceedings were heard by the examiners on May 24, 2012 and August 24, 2012. 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, those Findings of Fact and Conclusions of Law are hereby adopted and made a part hereof by reference.

The Commission having concluded that DMR Operating, Inc. does not hold a good faith claim to operate the Mitchell, G.H. (23006) lease, District 7B, Palo Pinto County, Texas, **IT IS ORDERED** that any plugging extension applicable to Well No.2C on such lease be, and the same is hereby, **CANCELLED** and DMR Operating, Inc. is hereby **ORDERED TO PLUG** Well No. 2C not later than the 60th day after the date on which this order becomes final.

It is further ORDERED by the Commission that this order shall not be final and effective until 20 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 18th day of December, 2013.

RAILROAD COMMISSION OF TEXAS


CHAIRMAN BARRY T. SMITHERMAN


COMMISSIONER DAVID PORTER


COMMISSIONER CHRISTI CRADDICK

ATTEST:

SECRETARY


