

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 20-0279721

IN RE: P-5 ORGANIZATION REPORT OF BENGAL PETROLEUM USA, LLC

FINAL ORDER

The Commission finds that after notice and an opportunity for hearing regarding the captioned matter, the Operator failed to request a hearing and pay the hearing fee as required by 16 TEX. ADMIN. CODE §3.15(g)(4) and TEX. NAT. RES. CODE §89.022(f). This matter having been duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas, the Commission makes the following findings of fact and conclusions of law.

FINDINGS OF FACT

1. Bengal Petroleum USA, LLC [Operator #064275] (the "Operator"), is the record operator or one or more inactive wells in the State of Texas and is required to file Organization Report (Form P-5) with the Commission. Operator's most recent P-5 was due on or before August 1, 2012.
2. After filing its most recent Organization Report (Form P-5) with the Commission, the Operator was notified they were deficient and had failed to comply with the requirements of 16 TEX. ADMIN. CODE § 3.15 (Surface Equipment Removal Requirements and Inactive Wells) and provided with a written statement of the reasons for the determination and allowed ninety (90) days from the date its P-5 was due to comply with the requirements of 16 TEX. ADMIN. CODE § 3.15 and TEX. NAT. RES. CODE §§89.021 - 89.030.
3. After the expiration of ninety (90) days and pursuant to 16 TEX. ADMIN CODE §3.15(g)(4), an authorized Commission employee determined that the Operator's Organization Report still could not be renewed because the Operator continued to fail to comply with the requirements of 16 TEX. ADMIN. CODE §3.15 (Surface Equipment Removal Requirements and Inactive Wells).
4. The Commission sent the Operator a letter notifying the Operator of the determination of continued non-compliance, that the Operator had a right to request a hearing, and that the hearing request and non-refundable hearing fee had to be received by the Commission no later than 30 days after the date of the letter. The letter included a list, attached as Exhibit A to this order, of the wells that remained out of compliance with Statewide Rule 15 (16 TEX. ADMIN. CODE §3.15).

5. All notices and letters from the Commission to the Operator on this matter were addressed and mailed to the Operator's most recently reported address on the Form P-5 Organization Report.
6. The Operator did not timely request a hearing and pay the hearing fee on these issues as required under 16 TEX. ADMIN. CODE §3.15(g)(4) (Surface Equipment Removal Requirements and Inactive Wells).
7. Statewide Rule 15 (16 TEX. ADMIN. CODE §3.15) is a Commission rule that relates to safety or the prevention or control of pollution.

CONCLUSIONS OF LAW

1. The Operator received proper notice and an opportunity for hearing regarding compliance with 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 - 89.030.
2. All things necessary to the Commission attaining jurisdiction over the subject matter and the parties in this matter have been performed or have occurred.
3. The Operator is in violation of Commission Statewide Rule 15 and did not timely request a hearing to contest the determination that it was in violation.
4. Denial of renewal of the Operator's P-5 Organization Report is authorized and required by 16 Tex. Admin. Code §3.15(g)(4) and Tex. Nat. Res. Code §§89.022(f).
5. The Operator's P-5 Organization Report cannot be renewed until the operator brings the inactive wells shown on the attached Exhibit A into compliance with the requirements of 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 - 89.030.

IT IS ORDERED that renewal of Bengal Petroleum USA, LLC's P-5 Organization Report is hereby **DENIED**.

It is further ORDERED that Bengal Petroleum USA, LLC shall bring the wells on Exhibit A 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 the wells on Exhibit A have been brought into compliance as required by this order.

It is further ORDERED that Bengal Petroleum USA, LLC and each person who held a position of ownership or control in the Operator at the time the Operator's most-recent P-5 Organization Report was filed 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 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.

All requested Findings of Fact and Conclusions of Law which are not expressly adopted herein are **DENIED**. All pending motions and request for relief not previously granted or granted herein are **DENIED**.

RAILROAD COMMISSION OF TEXAS

(Signatures affixed by Rule 15 Inactive Well
Master Order dated January 29, 2013.)

API Number	District	ID Number	Lease Name	Well Number
417 31398	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	71
417 31399	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	72
417 31401	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	74
417 31537	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	78
417 31539	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	75
417 31621	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	92
417 31622	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	91
417 31881	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	93
417 31882	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	94
417 32449	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	84
417 32450	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	85
417 32929	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	86
417 33273	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	98
417 33545	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	100

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Exhibit A

API Number	District	ID Number	Lease Name	Well Number
417 34122	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	101
417 35030	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	102
417 35143	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	88
417 35292	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) Production fluids must be purged (certify on Form W-3C) No approved W-3X on file	109
417 35719	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	112
417 35720	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file Must resolve UIC H-5 Test issue preventing 14(B)(2) approval	111
417 37673	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	124
417 37674	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) Production fluids must be purged (certify on Form W-3C) No approved W-3X on file Must resolve UIC H-5 Test issue preventing 14(B)(2) approval	120
417 38373	7B	29357	FORT GRIFFIN 3-D Electricity must be disconnected (certify on Form W-3C) Production fluids must be purged (certify on Form W-3C) No approved W-3X on file	1
417 81628	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	2
417 81629	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	15
417 81631	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	55
417 81638	7B	03544	MORRIS, J. P. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	65

API Number	District	ID Number	Lease Name	Well Number
447 30248	7B	10814	PUTNAM, J. C.	4
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 30249	7B	10814	PUTNAM, J. C.	5
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 30554	7B	08575	PUTNAM, T.R.	6
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 31538	7B	08575	PUTNAM, T.R.	13
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 31738	7B	10814	PUTNAM, J. C.	8
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 31739	7B	10814	PUTNAM, J. C.	9
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 32967	7B	08575	PUTNAM, T.R.	18
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 33177	7B	10814	PUTNAM, J. C.	10
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 33330	7B	10814	PUTNAM, J. C.	11
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 33987	7B	08575	PUTNAM, T.R.	103
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 33988	7B	08575	PUTNAM, T.R.	101
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 34111	7B	08575	PUTNAM, T.R.	105
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
Must resolve UIC H-5 Test issue preventing 14(B)(2) approval				
447 34112	7B	08575	PUTNAM, T.R.	104
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				

API Number	District	ID Number	Lease Name	Well Number
447 34113	7B	08575	PUTNAM, T.R.	106
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 34182	7B	08575	PUTNAM, T.R.	108
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
Must resolve UIC H-5 Test issue preventing 14(B) (2) approval				
447 34184	7B	08575	PUTNAM, T.R.	111
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 34605	7B	24255	PUTNAM JH	11 A
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 34829	7B	25781	PUTNAM, J.H.	11B
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 35528	7B	08575	PUTNAM, T.R.	1N
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 35636	7B	27330	COMEBACK LEASE	2
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 35670	7B	29480	PUTNAM "J"	1
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
Must resolve UIC H-5 Test issue preventing 14(B) (2) approval				
447 36072	7B	29194	PUTNAM, J. H.	1
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 36095	7B	29287	PUTNAM, JOE	103
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 36098	7B	29287	PUTNAM, JOE	403
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 36100	7B	29287	PUTNAM, JOE	603
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				

API Number	District	ID Number	Lease Name	Well Number
447 36115	7B	10814	PUTNAM, J. C.	40
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 36116	7B	10814	PUTNAM, J. C.	41
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 80906	7B	08575	PUTNAM, T.R.	2
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 80907	7B	08575	PUTNAM, T.R.	3
Electricity must be disconnected (certify on Form W-3C)				
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
447 81530	7B	10814	PUTNAM, J. C.	7
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
447 81867	7B	17374	PUTNAM "A"	8
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				