RAILROAD COMMISSION OF TEXAS OIL AND GAS DIVISION

OIL AND GAS DOCKET [09-0302880]

IN THE BIG MINERAL CREEK (WOODFORD) of GRAYSON COUNTY, TEXAS

FINAL ORDER

RETURNING TO STATEWIDE RULES FOR THE BIG MINERAL CREEK (WOODFORD) FIELD OF GRAYSON COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket reviewed on January 31, 2017, the presiding examiner has made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiner's report and recommendation, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is ordered by the Railroad Commission of Texas that:

- 1. Temporary Rules adopted in Final Order No. 09-0284894, effective November 26, 2013, for the BIG MINERAL CREEK (WOODFORD) ([field number]) Field of GRAYSON County, Texas are to be RESCINDED and the field rules are to be returned to statewide.
- 2. The reference to temporary duration of the rules to be deleted.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by O & G Unprotested Master Order dated March 21, 2017) O & G [09-0302880]: Railroad Commission District 09, Commission-called review of temporary field rules pursuant to 16 TAC §3.43 for the BIG MINERAL CREEK (WOODFORD) ([07988950]) field, GRAYSON County, Texas.

OPERATOR: Jetta Operating Company

EXAMINER: Darren Tjepkema

BRIEF DESCRIPTION OF CASE:

This field is currently operating under temporary field rules established under Oil and Gas Docket No. 09-0271441, effective March 6, 2012, setting temporary field rules in place until February 28, 2014. On November 26, 2013, the Commission approved an order under 09-0284894 extending these temporary field rules for additional time until March 20, 2015. On December 20, 2016, the Commission issued initial notification to all operators in the field that the Commission is now considering, on its own motion, the effectiveness of these temporary field rules. On January 16, 2017, the Commission received a response from Jetta requesting to make these existing temporary field rules permanent. No relevant data could be supplied to support the field rules be kept as permanent. On January 18, 2017, the Commission received a response from Jetta requesting to continue these existing field rules as temporary for an additional period of 18 months. Since these field rules have been continued once before, and no new data was provided to support another continuation, this request could not be approved. On January 30, 2017, the Commission received a response from Jetta requesting to make these existing temporary field rules permanent. No relevant data could be supplied to support the field rules be kept as permanent. The most recent oil or gas well drilling permit issued in the field was approved in September 2016, and well was drilled and completed by Blackwell Exp & Development, LLC. There are currently 2 operators on schedule with 6 active producers. The highest oil allowable is 18 bbl/day. Current Commission records indicate that the total cumulative production through March 2017 for the field is 199,687 bbl oil and 2 MMCF gas.

EXAMINER RECOMMENDS: Temporary field rules be made rescinded.

RAILROAD COMMISSION OF TEXAS OIL & GAS DIVISION ENGINEERING UNIT

O & G UNPROTESTED MASTER ORDER

MARCH 21, 2017

At a public conference held at its offices in Austin, Texas, the Commission finds that after statutory notice, the below referenced matters were reviewed by the examiners and that no party appeared in protest to the requested relief. The Final Orders for each of the below referenced dockets are incorporated by reference into this order, and by signing this Master Order, the Commission approves each of the Final Orders and adopts the provisions contained therein.

DOCKET NO.	APPLICANT	LEASE, WELL OR SITE	ORDER TERMS
TIGHT GAS – SWR 101			
08-0302332 (Stephan Paetzold)	COG Operating LLC	2 nd Bone Spring Formation Sandbar (Bone Spring) Field Culberson County, Texas	Approval
08-0302333 (Stephan Paetzold)	COG Operating LLC	2 nd Bone Spring Formation Sandbar (Bone Spring) Field Culberson County, Texas	Approval
01-0302602 (Stephan Paetzold)	Sierra Resources LLC	Olmos Formation A.W.P. (Olmos) Field McMullen County, Texas	Approval
08-0302879 (Stephan Paetzold)	Kerogen Texas Energy Op LLC	Woodford Formation Vista Grande (Woodford) Field Pecos and Terrell Counties, Texas	Approval
08-0303428 (Stephan Paetzold)	COG Operating LLC	3 rd Bone Spring Formation Sandbar (Bone Spring) Field Culberson County, Texas	Approval
08-0303429 (Stephan Paetzold)	COG Operating LLC	2 nd Bone Spring Formation Sandbar (Bone Spring) Field Culberson County, Texas	Approval

O & G UNPROTESTED MASTER ORDER MARCH 21, 2017 CONFERENCE

DOCKET NO.

APPLICANT

LEASE, WELL OR SITE

ORDER TERMS

UNCONVENTIONAL FRACTURE TREATED FIELD DESIGNATION - SWR 86

08-0303518 (Richard Behal) Railroad Commission

of Texas

Designation as Unconventional

Fracture Treated Field Emma (Devonian) Field, Andrews County, Texas Approval

TEMPORARY FIELD RULES - SWR 43

09-0302880

(Darren Tjepkema)

Jetta Operating Company

Big Mineral Creek (Woodford) (07988 950) Field, Grayson

County, Texas

Temporary field rules be made rescinded

ENHANCED OIL RECOVERY PROJECT TAX INCENTIVES - SWR 50

8A-0303700

(Darren Tjepkema)

Kinder Morgan Production

Co LLC

SACROC Unit (03137) Lease, Kelly-Snyder (48583 001) Field,

Scurry County, Texas

Approve Expansion

8A-0303701

(Darren Tjepkema)

Kinder Morgan Production

Co LLC

SACROC Unit (03137) Lease, Kelly-Snyder (48583 001) Field,

Scurry County, Texas

Approve Expansion

O & G UNPROTESTED MASTER ORDER MARCH 21, 2017 CONFERENCE

IT IS ORDERED that each referenced Final Order shall become effective when this Order is signed and that a copy of this Order shall be affixed to each Final Order.

Done in Austin, Texas on March 21, 2017.

RAILROAD COMMISSION OF TEXAS

Chuisti Caddick

COMMISSIONER RYAN SITTON

COMMISSIONER WAYNE CHRISTIAN

ATTEST:

SECRETARY DAY