

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 01-0304797

THE APPLICATION OF SEI OPERATING LLC (763302) TO SUPERSEDE THE PROVISION IN THE FINAL ORDER ENTERED ON FEBRUARY 23, 2016, IN OIL & GAS DOCKET NO. 01-0299310 REQUIRING VISTAR OIL TEXAS (886286) TO PLUG THE LYSSY-DEERING (18228) LEASE, WELL NO. 1H, MARCELINA CREEK (BUDA) FIELD, WILSON COUNTY, TEXAS, AND TO APPROVE SEI OPERATING, LLC AS OPERATOR OF RECORD

FINAL ORDER

The Commission finds that after notice and opportunity for hearing, the Applicant proved that it is in the public interest to supersede the plugging order contained in the Final Order issued by the Commission in Oil and Gas Docket 01-0299310 on February 23, 2016 for the Lyssy-Deering (18228) Lease, Well No. 1H in the Marcelina Creek (Buda) Field, Wilson County, Texas, and to allow SEI Operating LLC , Operator No. 763302, to become the operator of record for such well.

The proceeding 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 Facts and Conclusions of Law.

FINDINGS OF FACTS

1. Notice of this hearing was provided to all parties entitled thereto.
2. The Lyssing-Deering Well has not been plugged by Vistar Oil of Texas as required by the Final Order in Oil and Gas Docket 01-0299310.
3. SEI Operating, LLC has a valid P-5 and current financial assurance in the form of a \$50,000 letter of credit.

CONCLUSIONS OF LAW

1. Proper notice was issued as required by all applicable statutes and regulatory codes.
2. All things have occurred and been accomplished to give the Commission jurisdiction in this matter.
3. It is in the public interest to supersede the plugging order contained in the Final Order issued by the Commission in Oil and Gas Docket 01-0299310 on February 23, 2016 for the Lyssy-Deering (18228) Lease, Well No. 1H in the Marcelina Creek (Buda) Field, Wilson County, Texas.
4. SEI Operating, LLC has a valid P-5 and current financial assurance in the form of a \$50,000 letter of credit and should receive approval for the P-4 establishing SEI

Operating LLC as Operator of record for the Lyssy-Deering (18228) Lease, Well No. 1H in the Marcelina Creek (Buda) Field, Wilson County, Texas.

THEREFORE, THE RAILROAD COMMISSION OF TEXAS HEREBY FINDS that it is in the public interest to supersede the plugging order contained in the Final Order issued by the Commission in Oil and Gas Docket 01-0299310 on February 23, 2016 for the Lyssy-Deering (18228) Lease, Well No. 1H in the Marcelina Creek (Buda) Field, Wilson County, Texas, and to allow SEI Operating LLC , Operator No. 763302, to become the operator of record for such well., and **HEREBY ORDERS** that the plugging order contained in the Final Order issued by the Commission in Oil and Gas Docket 01-0299310 on February 23, 2016 for the Lyssy-Deering (18228) Lease, Well No. 1H in the Marcelina Creek (Buda) Field, Wilson County, Texas, is hereby superseded and SEI Operating LLC , Operator No. 763302, is hereby approved to become the operator of record for such well.

Pursuant to Section 2001.144(a)(4)(A) of the Government Code, and the agreement of the applicant, this Final Order is effective when a Master Order relating to this Final Order is signed on June 6, 2017.

Done this 6th day of June, 2017, in Austin, Texas.

RAILROAD COMMISSION OF TEXAS (Order approved and signatures affixed by Hearings Division Unprotested Master Order dated June 6, 2017)