

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 20-0311184

IN RE: P-5 ORGANIZATION REPORT OF SIANA OIL & GAS

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. Siana Oil & Gas [Operator #779259] (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 November 1, 2016.
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 by certified mail giving notice to the Operator of the determination of continued non-compliance regarding specified inactive wells, attached as Exhibit A to this order, and advising the Operator of the right to request a hearing to show compliance. The letter notified the Operator that the hearing request must be received in docket services no later than 30 days after the date of the letter. The letter also notified the Operator that a final order denying renewal of the Operator's Organization Report (Form P-5) would result in the cancellation of all P-4 Certificates of Compliance and the severance of all pipeline or other carrier connections.

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. The Operator's P-5 Organization Report should not be renewed and all of the Operator's P-4 Certificates of Compliance should be cancelled, with all related pipeline or other carrier connections severed. 16 Tex. Admin. Code §3.15 (g)(4) and Tex. Nat. Res. Code §§89.022(f), 91.704 - 91.706.
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 Siana Oil & Gas's P-5 Organization Report is hereby **DENIED**.

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

It is further ORDERED that Siana Oil & Gas 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 Siana Oil & Gas 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 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 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 100 days from the date the Commission Order is signed.

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 May 22, 2018.)

API No.	Dist	ID No.	Lease Name	Well No.
103 02975	08	03446	BARNESLEY, M. L. -C- Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	2
103 02976	08	08477	BARNESLEY, M. L. -C- No approved W-3X on file	3
103 02977	08	08477	BARNESLEY, M. L. -C- No approved W-3X on file	4
103 02979	08	08477	BARNESLEY, M. L. -C- No approved W-3X on file	6 U
103 02981	08	08477	BARNESLEY, M. L. -C- Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	8 U
103 03844	08	08529	LEA, P. J. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	1
103 03847	08	09048	LEA, P. J. -A- No approved W-3X on file	5
103 03998	08	08529	LEA, P. J. 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	4
103 04722	08	28958	LEA, P. J. -A- No approved W-3X on file	2A
103 04723	08	09048	LEA, P. J. -A- Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	3
103 10490	08	08477	BARNESLEY, M. L. -C- Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	9
103 30808	08	03450	LEA, P. J. Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	1 E
103 32095	08	08477	BARNESLEY, M. L. -C- Electricity must be disconnected (certify on Form W-3C) No approved W-3X on file	10

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Exhibit A

103 32319	08	08830	BARNSLEY, T. C.	5
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 32320	08	08830	BARNSLEY, T. C.	6
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 32722	08	08830	BARNSLEY, T. C.	7
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 32726	08	08477	BARNSLEY, M. L. -C-	11
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 32727	08	08477	BARNSLEY, M. L. -C-	12
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 33664	08	09048	LEA, P. J. -A-	8A
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
103 33665	08	08529	LEA, P. J.	7
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
115 33221	8A	69285	MARSHALL	1
No approved W-3X on file				
135 01572	08	03079	CONNELL, W. E. -B-	33
No approved W-3X on file				
135 01574	08	03079	CONNELL, W. E. -B-	30
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
135 01576	08	03079	CONNELL, W. E. -B-	28E
No approved W-3X on file				
135 01581	08	03108	W.E. CONNELL -B-	23
No approved W-3X on file				
135 01619	08	33397	CONNELL, W.E. "A"	5
No approved W-3X on file				
135 01620	08	20134	CONNELL, W. E. -A-	10
No approved W-3X on file				

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Exhibit A

135 01621	08	19806	CONNELL, W. E., -A-	9
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
175 33248	02	180466	JACKSON, KATHLEEN	1
No approved W-3X on file				
175 33817	02	242118	KATHLEEN JACKSON UNIT	3
No approved W-3X on file				
175 33832	02	229869	KATHLEEN JACKSON UNIT	4
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
175 33853	02	228545	SIMMONS GAS UNIT	6
No approved W-3X on file				
175 33944	02	245521	SALYER-SHERMAN UNIT	1ST
No approved W-3X on file				
235 00528	7C	11820	SUGG -B-	2
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
235 30065	7C	08472	MCGILL, A. B. #1	1
(Multi)	7C	13680	MCGILL, A. B.	1
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
235 30689	7C	069281	SUGG	1
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
235 33278	7C	276503	MCGILL "12"	1
No approved W-3X on file				
235 33790	7C	13680	MCGILL, A. B.	2
No approved W-3X on file				
245 30109	03	03197	CARPENTER, ALMA	14A
No approved W-3X on file				
245 31955	03	20351	CARPENTER, ALMA M.	16
Production fluids must be purged (certify on Form W-3C)				
No approved W-3X on file				
245 31956	03	134198	CARPENTER, ALMA M.	15
No approved W-3X on file				
245 32325	03	192389	DOORNBOS	1 D
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				

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Exhibit A

321 31894	03	215685	TAYLOR	1
No approved W-3X on file				
321 31938	03	212232	TAYLOR	2
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
321 31998	03	201047	TAYLOR	5
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
321 32101	03	232331	TRULL, B. W.	1R
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
431 30042	08	071245	FOSTER, R. T. 17	2C
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
431 30071	08	264024	MCENTIRE -C-	1
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
431 30185	08	138853	FOSTER, R. T. 17	1
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
431 30263	08	069697	FOSTER, R. T. 20	2
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
431 30690	08	080368	BROWNFIELD 14	1
No approved W-3X on file				
431 30810	08	25708	TERRY 17 -A-	2
No approved W-3X on file				
451 30410	7C	154515	WINTERBOTHAM "E"	1
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
451 30423	7C	154527	WINTERBOTHAM "E"	2
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				
451 30424	7C	078088	WINTERBOTHAM "F"	1
Electricity must be disconnected (certify on Form W-3C)				
No approved W-3X on file				
Must resolve Field Operations H-15 delinquency preventing 14(b)(2) approval				

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451 30433	7C	078274	WINTERBOTHAM "F"	3
			Electricity must be disconnected (certify on Form W-3C)	
			No approved W-3X on file	
451 32603	7C	250711	WINTERBOTHAM "E"	5
			No approved W-3X on file	
501 33886	8A	67244	BOURE'	1
			Electricity must be disconnected (certify on Form W-3C)	
			No approved W-3X on file	

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Exhibit A