

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

Oil & Gas Docket No. 7B-0309783

SINGLE SIGNATURE P-4 FILING OF CHOLLA PETROLEUM, INC. (150683) FOR THE YOUNG 82 (25833) LEASE, WELL NO. 3, ROSCOE, SOUTH (PENN LIME) FIELD, NOLAN COUNTY, TEXAS, TO CHANGE THE OPERATOR FROM MOKAN CAPITAL, LLC (574035) TO CHOLLA PETROLEUM, INC.

FINAL ORDER

The Railroad Commission of Texas ("Commission") finds that after statutory notice in the above-docketed cases, heard on July 24, 2018, the presiding Administrative Law Judge and Technical Examiner have made and filed a Proposal for Decision containing findings of fact and conclusions of law, which was served on all parties of record, and that this proceeding was duly submitted to the Commission at a conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the Proposal for Decision and the findings of fact and conclusions of law contained therein, and any exceptions and replies thereto, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates those findings of fact and conclusions of law as if fully set out and separately stated herein.

IT IS ORDERED that the application of Cholla Petroleum, Inc. to change the Commission operator of record for Well No. 3 on the Young 82 Lease, Lease No. 25833, in the Roscoe, South (Penn Lime) Field is **DENIED**.

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 of an application 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) and 16 TEX. ADMIN. CODE § 1.128(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.

Each exception to the 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.

DONE in Austin, Texas on November 13, 2018.

RAILROAD COMMISSION OF TEXAS

Christi Craddick

CHAIRMAN CHRISTI CRADDICK

COMMISSIONER RYAN SITTON

[Signature]

COMMISSIONER WAYNE CHRISTIAN

ATTEST

Kathy Way

SECRETARY

