

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL & GAS DOCKET NO. 20-0319546

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 7, 2019.)

API Number	District	ID Number	Lease Name	Well Number
103 02975 No approved W-3X on file	08	03446	BARNSLEY, M. L. -C-	2
103 02976 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	3
103 02977 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	4
103 02979 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	6 U
103 02981 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	8 U
103 03844 No approved W-3X on file	08	08529	LEA, P. J.	1
103 03847 No approved W-3X on file	08	09048	LEA, P. J. -A-	5
103 03998 No approved W-3X on file	08	08529	LEA, P. J.	4
103 04722 No approved W-3X on file	08	28958	LEA, P. J. -A-	2A
103 04723 No approved W-3X on file	08	09048	LEA, P. J. -A-	3
103 10490 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	9
103 30808 No approved W-3X on file	08	03450	LEA, P. J.	1 E
103 32095 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	10
103 32319 No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval	08	08830	BARNSLEY, T. C.	5
103 32320 No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval	08	08830	BARNSLEY, T. C.	6
103 32722 No approved W-3X on file Must resolve Field Operations H-15 delinquency preventing 14B2 approval	08	08830	BARNSLEY, T. C.	7
103 32726 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	11
103 32727 No approved W-3X on file	08	08477	BARNSLEY, M. L. -C-	12

Docket No. 20-0319546

Exhibit A

API Number	District	ID Number	Lease Name	Well Number
103 33664 No approved W-3X on file	08	09048	LEA, P. J. -A-	8A
103 33665 No approved W-3X on file	08	08529	LEA, P. J.	7
115 33221 No approved W-3X on file	8A	69285	MARSHALL	1
135 01572 No approved W-3X on file	08	03079	CONNELL, W. E. -B-	33
135 01574 No approved W-3X on file	08	03079	CONNELL, W. E. -B-	30
135 01576 No approved W-3X on file	08	03079	CONNELL, W. E. -B-	28E
135 01581 No approved W-3X on file	08	03108	W.E. CONNELL -B-	23
135 01616 No approved W-3X on file	08	03078	CONNELL, W. E. -A-	8E
135 01617 No approved W-3X on file	08	03078	CONNELL, W. E. -A-	7E
135 01618 No approved W-3X on file	08	03078	CONNELL, W. E. -A-	6E
135 01619 No approved W-3X on file	08	33397	CONNELL, W.E. "A"	5
135 01620 No approved W-3X on file	08	20134	CONNELL, W. E. -A-	10
135 01621 No approved W-3X on file	08	19806	CONNELL, W. E., -A-	9
175 33248 No approved W-3X on file	02	180466	JACKSON, KATHLEEN	1
175 33817 No approved W-3X on file	02	242118	KATHLEEN JACKSON UNIT	3
175 33832 No approved W-3X on file	02	229869	KATHLEEN JACKSON UNIT	4
175 33853 No approved W-3X on file	02	228545	SIMMONS GAS UNIT	6
175 33944 No approved W-3X on file	02	245521	SALYER-SHERMAN UNIT	1ST
235 00528 No approved W-3X on file	7C	11820	SUGG -B-	2

Docket No. 20-0319546

Exhibit A

API Number	District	ID Number	Lease Name	Well Number
235 30065 No approved W-3X on file	7C	08472	MCGILL, A. B. #1	1
235 30065 No approved W-3X on file	7C	13680	MCGILL, A. B.	1
235 30689 No approved W-3X on file	7C	069281	SUGG	1
235 30751 No approved W-3X on file	7C	070885	SUGG	2
235 33278 No approved W-3X on file	7C	276503	MCGILL "12"	1
235 33790 No approved W-3X on file	7C	13680	MCGILL, A. B.	2
245 30109 No approved W-3X on file Must resolve lack of Good Faith Claim issue preventing 14(B)(2) approval	03	03197	CARPENTER, ALMA	14A
245 31955 No approved W-3X on file Must resolve lack of Good Faith Claim issue preventing 14(B)(2) approval	03	20351	CARPENTER, ALMA M.	16
245 31956 No approved W-3X on file	03	134198	CARPENTER, ALMA M.	15
245 32325 No approved W-3X on file	03	192389	DOORNBOS	1 D
321 31894 No approved W-3X on file	03	215685	TAYLOR	1
321 31938 No approved W-3X on file	03	212232	TAYLOR	2
321 31998 No approved W-3X on file	03	201047	TAYLOR	5
321 32101 No approved W-3X on file	03	232331	TRULL, B. W.	1R
431 30042 No approved W-3X on file	08	071245	FOSTER, R. T. 17	2C
431 30071 No approved W-3X on file	08	264024	MCENTIRE -C-	1
431 30185 No approved W-3X on file	08	138853	FOSTER, R. T. 17	1
431 30263 No approved W-3X on file	08	069697	FOSTER, R. T. 20	2

Docket No. 20-0319546

Exhibit A

API Number	District	ID Number	Lease Name	Well Number
431 30690 No approved W-3X on file	08	080368	BROWNFIELD 14	1
431 30810 No approved W-3X on file	08	25708	TERRY 17 -A-	2
431 32890 No approved W-3X on file	08	166513	WILKINSON	1102
431 33111 No approved W-3X on file	08	272551	MCENTIRE 26	3
451 30410 No approved W-3X on file	7C	154515	WINTERBOTHAM "E"	1
451 30423 No approved W-3X on file	7C	154527	WINTERBOTHAM "E"	2
451 30424 No approved W-3X on file	7C	078088	WINTERBOTHAM "F"	1
451 30433 No approved W-3X on file	7C	078274	WINTERBOTHAM "F"	3
451 32603 No approved W-3X on file	7C	250711	WINTERBOTHAM "E"	5
501 33886 No approved W-3X on file	8A	67244	BOURE'	1