RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0314977

COMPLAINT OF EMMETT A. WILLIAMS THAT PENNANT DEVELOPMENT AND PRODUCTION, LLC (OPERATOR NO. 651797), FINLEY RESOURCES INC. (OPERATOR NO. 268602) AND DIAMONDBACK E&P, LLC (OPERATOR NO. 217012) DO NOT HAVE A GOOD FAITH CLAIM TO OPERATE THE KEARNEY, MARTIN (20440) LEASE, WELL NOS. 2 AND 116, WORSHAM (DELAWARE SAND) FIELD, REEVES COUNTY, TEXAS

FINAL ORDER

The Railroad Commission of Texas ("Commission") finds that after statutory notice in the above-docketed case, heard on January 7, 2019, 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 Railroad Commission of Texas 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, and any exceptions and replies, 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. All pending motions and requests for relief not previously granted or granted herein are denied.

IT IS ORDERED that Emmett A. Williams' complaint requesting that the Commission find Pennant Development and Production, LLC does not have a good faith claim to operate the wells on the subject lease is **DENIED** and the complaint **DISMISSED**.

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.

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Each exception to the Proposal for Decision not expressly granted is overruled. All requested findings of fact and conclusions of law which are not expressly adopted are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Signed October 22, 2019

RAILROAD COMMISSION OF TEXAS

CHAIRMAN WAYNE CHRISTIAN

Christi Callick
COMMISSIONER CHRISTI CRADDICK

COMMISSIONER RYAN SITTON

ATTEST

Deputy SECRETARY