

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 05-0279099

APPLICATION OF GREENLIGHT ENTERPRISES, LLC (331568) TO SUPERCEDE THE PROVISIONS OF THAT FINAL ORDER IN DOCKET NO. 05-0230543 ENTERED BY THE COMMISSIONERS ON JANUARY 21, 2003 REQUIRING CASE, STANLEY BRUCE, OWNER, CASE PRODUCTION COMPANY (139115) TO PLUG THE THOMAS, H. H. (02197) LEASE, WELL NOS. 1 AND 1D, THE WISE, LAURA (03302) LEASE, WELL NO. 1 AND THE BAKER-THOMAS UNIT (02968) LEASE, WELL NO. 1, ALL IN THE WIELAND FIELD, HUNT COUNTY, TEXAS, AND TO APPROVE GREENLIGHT ENTERPRISES, LLC AS OPERATOR OF RECORD.

FINAL ORDER

The Commission finds that after statutory notice the above-captioned proceeding was heard by the examiners on December 10, 2012. 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. Greenlight Enterprises, LLC (Greenlight)(Operator No.331568) and Bruce Stanley Case, Owner, Case Production Company (Case) (Operator No. 139115) were each given at least 10 days notice of this proceeding. Greenlight appeared at the scheduled time and place for the hearing through its President, Robert Fulton, and presented evidence. Case did not appear. Greenlight has waived issuance of a PFD and agreed that this Final Order shall become effective on the date a Master Order relating to this Final Order is entered.
2. Greenlight was issued a Commission Form P-5 (Organization Report) on October 1, 2012 and is currently active, with financial assurance in the form of a \$25,000 cash deposit.
3. Greenlight and Case have no past or present cross-ownership interests and no past or present officer or director in common.
4. Case has been the operator responsible for the Thomas, H. H. (02197) Lease, Well Nos. 1 and 1D, the Wise, Laura (03302) Lease, Well No. 1 and the Baker-Thomas Unit (02968) Lease, Well No. 1, all in the Wieland Field, Hunt County, Texas, since obtaining an approved Commission Form P-4 (Producer's Transportation Authority and Certificate of Compliance), effective November 1, 1997.
5. By Final Order entered on January 21, 2003 in Oil & Gas Docket No. 05-0230543, Case was

ordered to plug the subject wells and to pay an administrative penalty in the amount of \$9,750.00. Case has not complied with the terms of that order.

6. At hearing in the current docket, Greenlight demonstrated a good faith claim to operate the leases at issue.
7. Greenlight has submitted to the Commission a two-signature Form P-4, seeking regulatory responsibility as operator of the subject leases.
8. The subject wells are completed in the Woodbine Field, which was discovered in 1942 and held approximately 3.9 million barrels of oil (MMBO), of which 2.26 MMBO are recoverable reserves. Some 1.375 MMBO have been produced from the recoverable reserves, leaving approximately 800,000 barrels of oil in place.
9. Greenlight intends to complete the subject wells with cast-iron bridge plugs above the bottom perforation. This is expected to reduce the excess water production that, combined with the depressed price for oil, led to the wells becoming uneconomic in the mid-1990's.
10. Superceding the well-plugging component of the Final Order entered in Oil & Gas Docket No. 05-0230543 will prevent waste by authorizing Greenlight to produce hydrocarbons that would otherwise lie in place and be unrecovered. Each well is reasonably estimated to produce approximately 10 barrels of oil per day.
11. The requirement that Case pay an administrative penalty of \$9,750.00 will remain in effect.

CONCLUSIONS OF LAW

1. Proper notice of hearing was timely issued to the appropriate persons entitled to notice.
2. All things necessary to the Commission attaining jurisdiction have occurred.
3. Greenlight Enterprises, LLC has a good faith claim of a right to operate the subject lease.
4. Greenlight Enterprises, LLC has filed financial assurance in the type and amount required under Texas Natural Resources Code §91.107 to be approved as the operator of the subject lease.
5. Superceding the well-plugging component of the Final Order entered in Oil & Gas Docket No. 05-0230543 is necessary to prevent waste.
6. Superceding the well-plugging component of the Final Order entered in Oil & Gas Docket No. 05-0230543 shall not relieve Bruce Stanley Case, Owner, Case Production Company of the obligation to pay to the Railroad Commission an administrative penalty of \$9,750.00.

It is accordingly hereby **ORDERED** that the provision in the Final Order entered in Oil & Gas Docket No. 05-0230543 requiring plugging of the Thomas, H. H. (02197) Lease, Well Nos. 1 and 1D, the Wise, Laura (03302) Lease, Well No. 1 and the Baker-Thomas Unit (02968) Lease, Well No. 1, all in the Wieland Field, Hunt County, Texas, is hereby superceded.

It is also hereby **ORDERED** that all other provisions in the Final Order entered in Oil & Gas Docket No. 05-0230543 shall remain in full force and effect.

It is further **ORDERED** that the Form P-4 (Certificate of Compliance and Transportation Authority) submitted by Greenlight Enterprises, LLC to change the operator of Thomas, H. H. (02197) Lease, Well Nos. 1 and 1D, the Wise, Laura (03302) Lease, Well No. 1 and the Baker-Thomas Unit (02968) Lease, Well No. 1, all in the Wieland Field, Hunt County, Texas, from Case Bruce Stanley, Owner, Case Production Company to Greenlight Enterprises, LLC is hereby **APPROVED**.

It is further **ORDERED** by the Commission that this order shall be effective on January 15, 2013, when the Master Order relating to this Final Order is signed and that all relief not granted herein is **DENIED**.

Done this 15th day of January 2013, in Austin, Texas.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Division Unprotested Master Order
dated January 15, 2013)**