

**RAILROAD COMMISSION OF TEXAS
OIL & GAS DIVISION**

	§	ON THE COMMISSION'S OWN MOTION
	§	THAT CERTAIN FIELDS BE DESIGNATED AS
Oil and Gas Docket No.	§	UNCONVENTIONAL FRACTURE TREATED
01-0300755	§	FIELDS PURSUANT TO OIL & GAS STATEWIDE
	§	RULE 86(i)

**FINAL ORDER DESIGNATING
UNCONVENTIONAL FRACTURE TREATED FIELDS**

The Commission finds that after notice and an opportunity for hearing regarding the captioned matter, no operator in any of the fields covered by this order has filed a timely notice of protest or requested a hearing regarding the proposed designation of the fields listed on attached Exhibit "A" as Unconventional Fracture Treated or "UFT" Fields. 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 finding of facts and conclusions of law.

FINDINGS OF FACT

1. Each of the fields listed on attached Exhibit A (the "Subject Fields") is an existing oil, gas or oil and gas field recognized, assigned an identification number, and regulated by the Railroad Commission of Texas (the "Commission").
2. The Commission has proposed, *sua sponte*, to designate each of the Subject Fields as an Unconventional Fracture Treated ("UFT") Field under the provisions of Statewide Rule 86(i) [16 Texas Administrative Code §3.86(i)].
3. Notice of the proposed designation was sent by U.S. mail to all operators of record in each of the Subject Fields on June 2, 2016.
4. No protest or request for hearing regarding the proposed designation of the Subject Fields as UFT Fields was received within 21 days of the date the notice was mailed.
5. Each of the Subject Fields has at least one distinct producible interval within the field with an *in situ* permeability of is 0.1 millidarcies or less prior to hydraulic fracture treatment, as determined by core data or other supporting data and analysis.
6. In each of the Subject Fields, as to the completed producing wells for which the Commission issued the initial drilling permit on or after February 1, 2012, either:
 - (a) there are at least five such wells of which at least 65% were drilled horizontally and completed using hydraulic fracture treatment; or

- (b) there are at least twenty-five such wells drilled horizontally and completed using hydraulic fracture treatment
7. Designation of the Subject Fields as UFT Fields is authorized by Statewide rule 86(i) and will further the orderly and efficient development of the state's hydrocarbon resources.

CONCLUSIONS OF LAW

1. The subject matter of this docket is within the jurisdiction of the Railroad Commission of Texas pursuant to Tex. Nat. Res. Code §81.051.
2. Legally sufficient notice has been provided to all affected persons.
3. Designation of the Subject Fields as UFT Fields will prevent waste and protect correlative rights.

IT IS ACCORDINGLY ORDERED that the Subject Fields listed on Exhibit A to this order are designated as Unconventional Fracture Treated Fields pursuant to the provisions of Statewide Rule 86.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 25 days after it is signed. 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, 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 parties are notified of the order. 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**.

Done this 9th day of August, 2016.

RAILROAD COMMISSION OF TEXAS

**(Approved and signatures affixed by
O&G Unprotested Master Order dated
August 9, 2016.)**

Exhibit A – The following fields, identified by name and by RRC-assigned ID number, are designated as Unconventional Fracture Treated Fields.

Field ID	Field Name
33998500	GARDEN CITY, S. (WOLFCAMP)
41911500	HOEFS T-K (WOLFCAMP)

**O & G UNPROTESTED MASTER ORDER
AUGUST 9, 2016 CONFERENCE**

IT IS ORDERED that each referenced Final Order shall become effective when this Order is signed and that a copy of this Order shall be affixed to each Final Order.

Done in Austin, Texas on August 9, 2016.

RAILROAD COMMISSION OF TEXAS



CHAIRMAN DAVID PORTER

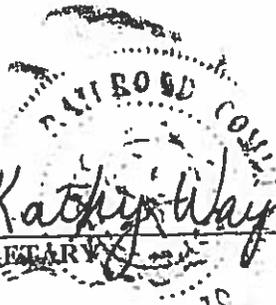
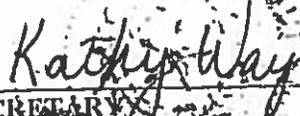


COMMISSIONER CHRISTI CRADDICK



COMMISSIONER RYAN SITTON

ATTEST:

SECRETARY