

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

Oil & Gas Docket No. 6E-0299578

**Enforcement Action Against Chestnut
Exploration and Production, Inc.
(Operator No. 147847) for Violations of
Statewide Rules on the Elder, W. W.
(06231) Lease, Well Nos. 2, 4, and
Tank Battery, East Texas Field, Gregg
County, Texas**

FINAL ORDER

The Commission finds that, after statutory notice in the above-numbered case, heard on February 16, 2017, the Administrative Law Judge has 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 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 said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that that Chestnut Exploration and Production, Inc. be assessed an administrative penalty of \$20,163.00, that Chestnut Exploration and Production, Inc. be directed to within 30 days of the date this order becomes final, place the Elder, W. W. (06231) Lease fully into compliance with all Commission rules and regulations and that Chestnut Exploration and Production, Inc. and Mark A. Plummer be made subject to the restrictions of TEX. NAT. RES. CODE § 91.114.

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.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 25 days after a party is notified of the Commission's order. 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 § 1.149(c), 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 90 days from the date the Commission Order is signed.

Done this 25th day of April, 2017.

RAILROAD COMMISSION OF TEXAS



CHAIRMAN CHRISTI CRADDICK



COMMISSIONER RYAN SITTON



COMMISSIONER WAYNE CHRISTIAN

ATTEST




SECRETARY