



UNITEX

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April 6, 2020

VIA EMAIL

Chairman Wayne Christian
Commissioner Christi Craddick
Commissioner Ryan Sitton
Railroad Commission of Texas
1701 North Congress Avenue
Austin, Texas 78711

c/o Callie Farrar, Commission Secretary
Callie.Farrar@rc.texas.gov

Re: Oil & Gas Docket No. OG-20-00003167; TO CONSIDER THE MOTION FOR COMMISSION CALLED HEARING ON THE VERIFIED COMPLAINT OF PIONEER NATURAL RESOURCES U.S.A. INC. (665748) AND PARSLEY ENERGY INC. (64652) TO DETERMINE REASONABLE MARKET DEMAND FOR OIL IN THE STATE OF TEXAS

Dear Chairman Christian and Commissioners Craddick and Sitton:

Unitex Oil & Gas, LLC (“Unitex”) is sending this letter in full support of the above referenced Motion filed by Pioneer Natural Resources U.S.A. and Parsley Energy, Inc.

Unitex is based in Midland, Texas and currently employs over fifty (50) employees that reside in surrounding communities in West Texas. We operate over one-thousand producing wells in multiple counties throughout the State. Our activities contribute to millions of dollars a year in revenue for the Texas economy. Under the current commodity prices, our business activities are in serious jeopardy. Our situation is not unique among our peer companies.

Unitex is a well-funded private equity backed company that does not undertake in wasteful capital expenditures or carry imprudent amounts of debt. We believe that unchecked development and production of hydrocarbons will send negative shockwaves across the Texas economy. Lending institutions will be strained. Texas State tax revenue will be severely reduced. Landowner mineral estates will subject to undue waste. Massive unemployment of citizens statewide will be unavoidable.

We are firm supporters of a capitalist free market and minimal governmental regulation. However, the situation we are currently facing is unprecedented. The crippling of Texas hydrocarbon production is a national security risk. Therefore, Unitex fully supports the viewpoints expressed by Pioneer Natural Resources U.S.A. and Parsley

Energy, Inc. in the above referenced Motion. We appreciate your partnership and guidance on the difficult but necessary process of rebalancing the Texas commodity markets.

Sincerely,

A handwritten signature in blue ink, appearing to read "Matt Hadcock".

Matt Hadcock
Unitex Oil & Gas, LLC
General Counsel and Vice President of Land

CC: David Wilson
Chief Executive Officer
Unitex Oil & Gas, LLC