RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 03-0295882 IN THE SOUTHERN BAY (EAGLE FORD) FIELD, LEE COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF
VENADO OIL AND GAS, LLC FOR AN EXTENSION OF FLARING PERMITS,
EXCEPTION TO STATEWIDE RULE 32,
FOR THE KISSMAN UNIT 1H, KISSMAN UNIT 2H, AND KISSMAN UNIT 3H SOUTHERN BAY
(EAGLE FORD) FIELD,
LEE COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on June 17, 2015, the presiding Examiners have made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the Examiners' report and proposal for decision, 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 Venado Oil and Gas, LLC is hereby granted an exception to Statewide Rule 32 for the Kissman Unit 1H, Kissman Unit 2H, and Kissman Unit 3H, Southern Bay (Eagle Ford) Field, Lee County, Texas. Venado Oil and Gas, LLC is authorized to flare the following:

- 1. 100 MCF per day of casinghead gas from the Kissman Unit 1H (Permit No. 19185), from March 23, 2015, through March 24, 2016;
- 2. 100 MCF per day of casinghead gas from the Kissman Unit 2H (Permit No. 19412), from March 23, 2015, through March 24, 2016; and
- 3. 150 MCF per day of casinghead gas from the Kissman Unit 3H (Permit No. 19186), from March 23, 2015, through March 24, 2016.

The authority is granted, provided all production is reported on the appropriate Commission forms.

The operator shall file the Statewide Rule 32 Exception Data Sheet and, shall file at the same time, the appropriate Commission required administrative Statewide Rule 32 Exception gas flaring fee.

Done this 15th day of September, 2015.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated September 15, 2015)