

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL & GAS DOCKET NO.
01-0300124**

**IN THE PEARSALL (BUDA, S.)
FIELD, ZAVALA COUNTY, TEXAS**

**FINAL ORDER
GRANTING THE APPLICATION OF EXCO OPERATING COMPANY, LP
FOR AN EXCEPTION TO STATEWIDE RULE 32
FOR THE HENRY HOLDSWORTH UNIT ZAV (18561), WELL NO. 1HB,
PEARSALL (BUDA, S.) FIELD,
ZAVALA COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on June 3, 2016, the Technical Examiner and Administrative Law Judge (collectively referred to as "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 a conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the Examiners' report and recommendation and the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein and incorporates the 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 EXCO Operating Company, LP is hereby granted an exception to Statewide Rule 32 for its Henry Holdsworth Unit ZAV Lease (No. 18561) in the Pearsall (Buda, S.) Field, Zavala County, Texas. EXCO Operating Company, LP is hereby authorized (Permit No. 24263) to flare up to 100 thousand cubic feet (mcf) of gas per day from the Henry Holdsworth Unit ZAV Lease from March 31, 2016 to March 30, 2018.

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 for the facility.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 25 days after the Commission's order is signed, unless the time for filing a motion for rehearing has been extended under Tex. Gov't Code §2001.142, by agreement under Tex. Gov't Code §2001.147, or by written Commission Order issued pursuant to Tex. Gov't Code §2001.146(e). 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), 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 Commission Order is signed.

Done this 27th day of September, 2016.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Divisions' Unprotested Master
Order dated September 27, 2016)**