RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 7C-0300909.

IN THE LIN (WOLFCAMP) FIELD, REAGAN AND CROCKETT COUNTIES, TEXAS

FINAL ORDER

APPROVING THE APPLICATION OF EP ENERGY E&P COMPANY, LP, FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE UNIVERSITY BLOCK 12 LEASE, WELL NO. 1217AH AND THE UNIVERSITY SALT DRAW LEASE, WELL NO. 41525 AH, LIN (WOLFCAMP) FIELD, REAGAN AND CROCKETT COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on September 21, 2016, 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 EP Energy E&P Company, LP, is hereby granted exceptions to Statewide Rule 32 for two wells in the Lin (Wolfcamp) Field, Reagan and Crockett Counties, Texas. EP Energy E&P Company, Inc., is authorized to flare for two years as follows:

- University Block 12 Well No. 1217AH, from July 15, 2016 through July 15, 2018, at a rate of 300 mcf/d.
- University Salt Draw Well No. 4125AH, from April 12, 2016 through April 12, 2018 at a rate of 1,000 mcf/d.

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 each well.

Done this 15th day of November, 2016.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated November 15, 2016)