RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0300430

IN THE PHANTOM (WOLFCAMP) FIELD, WINKLER AND LOVING COUNTIES, TEXAS

FINAL ORDER

APPROVING THE APPLICATION OF EOG RESOURCES, INC. FOR AN EXCEPTION TO STATEWIDE RULE 32 TO FLARE GAS FROM THE PAUL 23, WELL 1H, & PAUL 24, WELL 1H, PHANTOM (WOLFCAMP) FIELD, WINKLER AND LOVING COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 12, 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 recommendation, 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 EOG Resources, Inc. is authorized to flare 200 mcf/d of casinghead gas from the Paul 23 Well 1H Well, and 200 mcf/d for the Paul 24 1H Well. Phantom (Wolfcamp) Field, Winkler and Loving Counties, for a period of two years beginning May 8, 2016 and ending on May 8, 2018. This authority is granted, provided all production is reported on the appropriate Commission forms.

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

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)