RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0302118

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

FINAL ORDER APPROVING THE APPLICATION OF RKI EXPLORATION & PRODUCTION LLC FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR VARIOUS LEASES/WELLS, PHANTOM (WOLFCAMP) FIELD, REEVES AND LOVING COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on December 5, 2016, the presiding Administrative Law Judge and Technical Examiner (collectively, "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 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 RKI Exploration & Production LLC is hereby granted an exception to Statewide Rule 32 for the flare points listed in Attachment A. RKI Exploration & Production LLC is authorized to flare up to the maximum monthly volume as listed in Attachment A, effective October 12, 2016 to October 11, 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 each flare point.

Done this 21st day of March, 2017.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated March 21, 2017)

Attachment A: Oil and Gas Docket No. 08-0302118: RKI Exploration & Production LLC Statewide Rule 32 Information (effective October 12, 2016 to October 11, 2018).

Flare Permit No.	Lease Name	RRC Lease No.	Well No.	Maximum Flare Volume (Mcf/month)
27600	Red Bluff 13	45705	3H	900
27601	Red Bluff 13	45705	5H	900
27602	Pecos State 46	45627	3H	1,050
27603	Pecos State 46	45627	4H	1,050
27606	Lindsay 2	278466	2H	3,000
27608	CBR 32	45789	4H	1,800
27609	CBR 32	45789	6H	1,800
27610	Covington 46	45738	3H	3,000
27611	Covington 46	45738	2H	3,000
27612	CBR 28	45735	3H	1,800
27614	Bunin 4	45742	2H	750
27613	Bunin 4	45742	3H	750
27615	Bunin 4	45742	4H	750
27616	Bunin 4	45742	5H	750
27617	CBR 18	45714	3H	2,400
27619	CBR 10	45715	3H	750
27618	CBR 10	45715	4H	750
27620	CBR 44	45720	2H	4,500
27621	CBR 44A	45723	ΙH	4,500
27623	Lindsay 10	46362	8H	1,500
27622	Lindsay 10	46362	9H	1,500
27626	CBR 22	46406	5H	1,800
27627	CBR 14	46414	2H	1,500
28838	CBR 6	46405	2H	12,000
28508	Lindsay 9	47397	ΙH	2,100
	Lindsay 9	47397	3H	2,100
	Lindsay 9	47397	4H	2,100