RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0304900 IN THE PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS

FINAL ORDER GRANTING THE APPLICATION OF SHELL WESTERN E&P FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR FLARE GAS PERMIT FOR THE ORYX 53-2-1201 LOV W UNIT H, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 19, 2017, the Technical Examiner and Administrative Law Judge (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, 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 Shell Western E&P is hereby granted an exception to Statewide Rule 32 for the Oryx 53-2-1201 LOV W Unit H, Phantom (Wolfcamp) Field, Loving County, Texas. Shell Western E&P is hereby authorized (Permit No. 28457) to flare a total of 25,000 MCF of casinghead gas from the Oryx 53-2-1201 LOV W Unit H from May 29, 2017 through June 30, 2017.

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.

Pursuant to §2001.144(a)(4)(A), of the Texas Government Code, and by agreement of the Parties in writing or on the record, the parties have waived right to file a Motion for Rehearing and this Final Order is effective on the date the Master Order relating to the Final Order is signed.

Done this 19th day of September 2017.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Division's Unprotested Master Order dated September 19, 2017)