

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL & GAS DOCKET
NO. 08-0305563**

**IN THE FORD, WEST (WOLFCAMP)
FIELD, CULBERSON AND REEVES
COUNTIES, TEXAS**

**FINAL ORDER
GRANTING THE APPLICATION OF CAPITAN ENERGY, INCORPORATED
FOR EXCEPTIONS TO STATEWIDE RULE 32
FOR FLARE GAS PERMITS FOR VARIOUS LEASES,
FORD, WEST (WOLFCAMP) FIELD,
CULBERSON AND REEVES COUNTIES, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on September 28, 2017, the presiding Technical Examiner and Administrative Law Judges (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 Capitan Energy, Incorporated is hereby granted exceptions to Statewide Rule 32 for its wells in the Ford, West (Wolfcamp) Field in Culberson and Reeves Counties, Texas, as listed in the table below.

Lease	Well No.	API No.	Lease ID or Drilling Permit	Flare Permit	Effective Date	Expiration Date	Volume Authorized (MCF/D)
W A State	1H	109-32357	271821	29480	7/15/2017	7/15/2019	900
Ava State 36	1H	389-34168	276169	19760	7/16/2017	7/16/2019	1,972
W A State	5H	109-32986	818670 (DP)	29956	7/24/2017	7/24/2019	2,874
Pat Fee 4	2H	109-33030	820253 (DP)	30420	7/30/2017	7/30/2019	3,948
Cliff Fee 4	2H	109-33021	820292 (DP)	30419	7/30/2017	7/30/2019	4,910
JS Blair Fee 2	2H	109-33018	820097 (DP)	30418	8/3/2017	8/3/2019	4,844
State Ray 12	1H	109-33045	822254 (DP)	31161	9/17/2017	9/17/2019	5,812
State Ray 12	2H	109-33044	822255 (DP)	31160	9/13/2017	9/13/2019	4,527

This 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.

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 7th day of November 2017.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Division's Unprotected Master
Order dated November 7, 2017)**