

**RAILROAD COMMISSION OF TEXAS  
HEARINGS DIVISION**

**OIL & GAS DOCKET NO.  
02-0305963**

**IN THE SUGARKANE (AUSTIN  
CHALK) FIELD, KARNES  
COUNTY, TEXAS**

**FINAL ORDER  
GRANTING THE APPLICATION OF GULFTEX ENERGY IV, LP  
FOR AN EXCEPTION TO 16 TEX. ADMIN. CODE §3.32  
FOR THE MADELON BATTERY, WELL NO. 1H,  
SUGARKANE (AUSTIN CHALK) FIELD,  
KARNES COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on September 29, 2017, the technical examiner and administrative law judge ("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 complies 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 GulfTex Energy IV, LP is hereby granted an exception to Statewide Rule 32 (Permit No. 28950) for the Madelon Unit Well No. 1H, in the Sugarkane (Austin Chalk) Field, Karnes County, Texas. GulfTex Energy IV, LP is authorized to flare up to 250 thousand cubic feet of casinghead gas per day from August 12, 2017, through August 12, 2019. 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 for the Augusta Barrow Lease and shall file, at the same time the appropriate Commission required administrative Statewide Rule 32 Exception gas flaring fee.

Pursuant to §2001.144(a)(4)(A), of the Texas Government Code, and the agreement of the applicant, this Final Order is effective when a Master Order relating to this Final Order is signed.

Done this 5<sup>th</sup> day of December, 2017.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved and signatures affixed by  
Hearings Divisions' Unprotested Master  
Order dated December 5, 2017)**