RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

O&G DOCKET NO. 8A-0307228

IN THE SABLE (SAN ANDRES) FIELD, YOAKUM COUNTY, TEXAS

FINAL ORDER

APPROVING THE APPLICATION OF STEWARD ENERGY II, LLC FOR AN EXCEPTION TO STATEWIDE RULE 32 TO FLARE CASINGHEAD GAS FROM THE THUNDERSTRUCK LEASE (SAN ANDRES) FIELD, YOAKUM COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numerated docket heard on November 30, 2017, 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 submitted by Steward Energy II, LLC 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 Steward Energy II, LLC is hereby granted an exception to Statewide Rule 32 for the Thunderstruck (70420) Lease Sable (San Andres) Field, Yoakum County, Texas. Steward is authorized to flare a maximum volume of 800 mcf/d of casinghead gas from the Thunderstruck (70420) Lease, for a period of two years from September 30, 2017 through September 30, 2019. The authority is granted provided all production is reported on the appropriate Commission forms. Steward Energy II, LLC shall simultaneously file the Statewide Rule 32 Exception Data Sheet, and 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 23rd day of January 23, 2018.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' unprotested Master Order Dated January 23, 2018)