

**RAILROAD COMMISSION OF TEXAS  
HEARINGS DIVISION**

**OIL & GAS DOCKET  
NO. 08-0307141**

**IN THE PHANTOM (WOLFCAMP) AND  
FORD, WEST (WOLFCAMP) FIELDS,  
REEVES COUNTY, TEXAS**

**FINAL ORDER**

**GRANTING THE APPLICATION OF RKI EXPLORATION & PRODUCTION, LLC FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR VARIOUS LEASES IN THE FORD, WEST (WOLFCAMP) FIELD AND PHANTOM (WOLFCAMP) FIELD, REEVES COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on December 7, 2017, the presiding Technical Examiner and the 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 RKI Exploration & Production, LLC ("RKI") is hereby granted an exception to Statewide Rule 32 (16 Tex. Admin. Code §3.32) to flare casinghead gas from three leases with one lease in the Ford West (Wolfcamp) Field and two leases in the Phantom (Wolfcamp) Field in Reeves County, Texas. RKI is authorized to flare according to the following schedule:

- For the Sarge 17 Lease, Well No. 1H, Permit No. 29909, RKI is authorized to flare a maximum of 1,000 thousand cubic feet per day (mcf) of casinghead gas from the flare point in the Ford West (Wolfcamp) Field in Reeves County, Texas for a period of two years from November 15, 2017 to November 15, 2019.
- For the Louis State 24 Lease, Well Nos. 24-1H & 2H, Permit No. 31369, RKI is authorized to flare a maximum of 2,800 thousand cubic feet per day (mcf) of casinghead gas from the flare point in the Phantom (Wolfcamp) Field, in Reeves County, Texas for a period of two years from November 15, 2017 to November 15, 2019.
- For the Fiver State 18 Lease, Well No. 18-2H, Permit No. 29997, RKI is authorized to flare a maximum of 1,400 thousand cubic feet per day (mcf) of casinghead gas from the flare point in the Phantom (Wolfcamp) Field, in Reeves County, Texas for a period of two years from November 15, 2017 to November 15, 2019.

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 all wells.

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 the 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 13<sup>th</sup> day of February 2018.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved, and signatures affixed by  
Hearings Divisions' Unprotested Master  
Order dated February 13, 2018)**