RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 01-0309271: APPLICATION OF LONESTAR OPERATING, LLC FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE PIRATE M UNIT, WELL NO. 1H, AND THE PIRATE N UNIT, WELL NO. 1H, EAGLEVILLE (EAGLE FORD-1) FIELD, WILSON COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on March 21, 2018, 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 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 Lonestar Operating, LLC is hereby granted an exception to Statewide Rule 32 for the Pirate M Unit, Well No. 1H, (Lease ID No. 01-18638), and the Pirate N Unit, Well No. 1H, (Lease ID No. 01-18622), Eagleville (Eagle Ford-1) Field, in Wilson County, Texas. Lonestar Operating, LLC is authorized to flare a maximum of 200 Mcf of casinghead gas per day for the Pirate M Unit, effective February 5, 2018 through February 4, 2020, and a maximum of 200 Mcf of casinghead gas per day for the Pirate N Unit, effective February 5, 2018 through February 4, 2020.

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 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 final and effective on the date the Master Order relating to the Final Order is signed.

Done this 22nd day of May 2018.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated May 22, 2018)