RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 05-0309383

GRANTING THE APPLICATION OF ETX ENERGY, LLC, FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE NGR FIVELAND (04240) LEASE, WELL NO. 1H, AGUILA VADO (EAGLEFORD) FIELD, GRIMES COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on April 4, 2018, the presiding Administrative Law Judge and Technical Examiner (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 ETX Energy, LLC is hereby granted an exception to Statewide Rule 32 (16 Tex. Admin. Code §3.32) for the NGR Fiveland Well No. 1H, flare point in the Aguila Vado (Eagleford) Field (No. 00870500), Grimes County, Texas. ETX Energy, LLC is authorized to flare a maximum volume of 150 thousand cubic feet per day (MCFPD) of casinghead from the NGR Fiveland Well No. 1H, flare point for a period of 18 months. The flaring authorization is from May 23, 2018 through November 22, 2019.

The authority is granted, provided all production is reported on the appropriate Commission forms. ETX Energy, LLC 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 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 22nd day of May 2018.

RAILROAD COMMISSION OF TEXAS

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