RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 08-0316546

APPLICATION OF WPX ENERGY PERMIAN, LLC (942623) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR CBR 22 (GAS ID NO. 283813) LEASE, WELL 24H, SANDBAR (BONE SPRING) FIELD, LOVING COUNTY, TEXAS AND THE CBR 22 (GAS ID NOS. 283819 AND 283818, COMMINGLING PERMIT NO. 08-8244) LEASES, WELL NOS. 21H AND 22H, PHANTOM (WOLFCAMP) FIELD, LOVING COUNTY, TEXAS.

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on February 5, 2019, the Technical Examiner and 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 WPX Energy Permian, LLC is hereby granted two exceptions to Statewide Rule 32 (16 Tex. Admin. Code § 3.32): (1) A two-year exception for the CBR 22 No. 24H Lease (Gas ID No. 283813), Sandbar (Bone Spring) Field ("Field"), Loving County, Texas. WPX Energy Permian, LLC is authorized to flare a maximum of 1,000 thousand cubic feet per day ("MCFD") of gas well gas, effective December 14, 2018 through December 14, 2020, under Permit No. 36990, or as determined by the Commission; (2) a two-year exception for to flare a maximum of 1,600 MCFD of gas well gas from the CBR 22 No. 21H and 22H Leases (Gas ID Nos. 283819, 283818, Commingling Permit 08-8244), Phantom (Wolfcamp) Field, Loving County, Texas, effective September 30, 2018 through September 30, 2020, under Permit No. 34017, or as determined by the Commission.

The authority is granted, provided all production is reported on the appropriate Commission forms. WPX Energy Permian, 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 the right to file a motion for rehearing and the Final Order in this case is final and effective on the date the Master Order relating to the Final Order is signed.

Signed on May 21, 2019

RAILROAD COMMISSION OF TEXAS (Order approved and signatures affixed by Hearings Division's Unprotested Master Order dated May 21, 2019)