

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL AND GAS DOCKET
NO. 03-0295283**

**IN THE SOUTHERN BAY (EAGLE
FORD) FIELD LEE COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF
VENADO OIL & GAS, LLC FOR
AN EXCEPTION TO STATEWIDE RULE 32
FOR THE STEAHR UNIT 1H AND THE STEAHR UNIT 2H,
SOUTHERN BAY (EAGLE FORD) FIELD,
LEE COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on February 25, 2015, 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 proposal for decision, 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 Venado Oil & Gas, LLC is hereby granted an exception to Statewide Rule 32 the Steahr Unit, Well No. 1H (API No. 42-287-32640), and the Steahr Unit, Well No. 2H (API No. 42-287-32641) in the Southern Bay (Eagle Ford) Field, in Lee County, Texas. Venado Oil & Gas, LLC is authorized to flare a maximum volume of 100 Mcf per day of casinghead gas from the Steahr Unit, Well No. 1H and 100 Mcf per day of casinghead gas from the Steahr Unit, Well No. 2H, from January 25, 2015 through January 24, 2016. 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 well.

Done this 12th day of May, 2015.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed
by Hearings Divisions' Unprotested
Master Order dated May 12, 2015)**