

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

**OIL AND GAS DOCKET
NO. 08-0297470**

**IN THE FORD WEST (WOLFCAMP),
FIELD, REEVES COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF
CAPITAN ENERGY INC, FOR AN
EXCEPTION TO STATEWIDE RULE 32 FOR
THE AVA STATE 36 LEASE, WELL NO. 1H
THE FORD WEST (WOLFCAMP) FIELD, REEVES COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on September 04, 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 Capitan Energy, Inc. is hereby granted an exception to Statewide Rule 32 for the Ava State 36 Lease, (Wolfcamp) Field, Well No. 1H, Reeves County, Texas.

Capitan Energy, Inc. is authorized to flare a maximum volume of 3,800 MCF per day of casinghead gas from the Ava State 36 Lease Well No.1H, from July 16, 2015 through July 16, 2017. 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 all wells.

Done this 6th day of October, 2015.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
Hearings Divisions' Unprotested Master
Order dated October 06, 2015)**