

**RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION**

OIL AND GAS DOCKET NO. 03-0317436

APPLICATION OF KALER ENERGY CORP. (450261) FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE HALLS BAYOU "A" LEASE, RATTLESNAKE MOUND (BIG GAS SAND) FIELD, BRAZORIA COUNTY, TEXAS

FINAL ORDER

The Commission finds that after statutory notice in the above-numbered docket heard on March 15, 2019, the presiding 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, 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 Kaler Energy Corp. is hereby granted an exception to Statewide Rule 32 (16 Tex. Admin. Code § 3.32) for the Halls Bayou "A" (27355) Lease, Rattlesnake Mound (Big Gas Sand) Field (No. 74821300), Brazoria County, Texas. Kaler is authorized to flare casinghead gas volumes of up to 300 thousand cubic feet per day ("MCF/Day") for two years, from March 21, 2019 to March 20, 2021, under Permit No. 37330, or as determined by the Commission.

The authority is granted, provided all production is reported on the appropriate Commission forms. Kaler Energy Corp. 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)**