RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 01-0279366 IN THE EAGLEVILLE (EAGLE FORD-1) FIELD, ATASCOSA COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF
MURPHY EXPLORATION & PRODUCTION CO.-USA
FOR EXCEPTION TO STATEWIDE RULE 32 FOR
THE CRAIG LEASE, WELL NO. 1H AND
THE JEFFERY LEASE, WELL NO. 1H
EAGLEVILLE (EAGLE FORD-1) FIELD
ATASCOSA COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on December 14, 2012, 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 Murphy Exploration & Production Co.-USA is hereby granted an exception to Statewide Rule 32 for the Craig Lease, Well No. 1H (API No. 42-013-34465) and Jeffery Lease, Well No. 1H (API No. 42-013-34466), in the Eagleville (Eagle Ford-1) Field, Atascosa County, Texas. Murphy Exploration & Production Co.-USA is authorized to flare up to 170 MCFGPD from its Craig Lease, Well No. 1H, from December 20, 2012, to July 31, 2013 and up to 300 MCFGPD from its Jeffery Lease, Well No. 1H, from December 24, 2012, to July 31, 2013. 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.

Done this 15th day of January, 2013.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated January 15, 2013)