

RAILROAD COMMISSION OF TEXAS
HEARINGS DIVISION

OIL AND GAS DOCKET
NO. 08-0289245

IN THE SPRABERRY (TREND AREA)
FIELD, MIDLAND COUNTY, TEXAS

FINAL ORDER
APPROVING THE APPLICATION OF
CALLON PETROLEUM OPERATING CO.
FOR AN EXCEPTION TO STATEWIDE RULE 32
PECAN ACRES 22 TANK BATTERY FLARE NO. 1
PECAN ACRES 22 LEASE
SPRABERRY (TREND AREA) FIELD
MIDLAND COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on July 16, 2014, 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 Callon Petroleum Operating Co. is hereby granted an exception to Statewide Rule 32 for the Pecan Acres 22 Tank Battery Flare No. 1, Pecan Acres 22 Lease, Spraberry (Trend Area) Field, Midland County, Texas. EP Energy E&P Company, LP is authorized to flare up to 350 MCF per day of casing-head gas from the Pecan Acres 22 Flare No. 1 from May 16, 2014 through December 31, 2015. The authority is granted, provided all production is reported on the appropriate Commission forms.

The operator shall simultaneously file the Statewide Rule 32 Exception Data Sheet and, the appropriate Commission required administrative Statewide Rule 32 Exception gas flaring fee.

Done this 9th day of December, 2014.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by
Hearings Divisions' Unprotected Master Order
dated December 9, 2014)