

**RAILROAD COMMISSION OF TEXAS  
HEARINGS DIVISION**

**OIL AND GAS DOCKET  
NO. 08-0290790**

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

**FINAL ORDER  
FOR AN EXCEPTION TO STATEWIDE RULE 32,  
FOR VARIOUS WELLS, KENDRA-ANNIE AND  
KENDRA-KRISTEN LEASES,  
SPRABERRY (TREND AREA) FIELD,  
MIDLAND COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on November 4, 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 Company, is hereby granted an exception to Statewide Rule 32 for the Carpe Diem Tank Battery, Flare Stack No. 1, located on the Kendra Lease (Lease ID No. 39110) Spraberry (Trend Area) Field, Midland County, Texas. Callon Petroleum Operating Company, is authorized to flare up to 2,000 MCFD of casinghead gas from August 9, 2014, through August 9, 2015 from Flare Stack No. 1.

This 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 Flare Stack No.1.

Done this 24<sup>th</sup> day of February 2015.

**RAILROAD COMMISSION OF TEXAS**

**(Order approved and signatures affixed by  
Hearings Divisions' Unprotested Master Order  
dated February 24, 2015)**