RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 01-0299893 IN THE BRISCOE RANCH (EAGLE FORD) FIELD, ZAVALA COUNTY, TEXAS

FINAL ORDER

APPROVING THE APPLICATION OF BLACKBRUSH OIL & GAS, LLC, FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR THE CHITTIM HEIRS LEASE, WELL NOS. F1H, 2H AND 10H, BRISCOE RANCH (EAGLE FORD) FIELD, ZAVALA COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on May 17, 2016, 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 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 Blackbrush O&G LLC is hereby granted an exception to Statewide Rule 32 for the Chittim Heirs Lease, Well Nos. F1H, 2H, and 10H, Briscoe Ranch (Eagle Ford) Field, Zavala County, Texas. Blackbrush is authorized to flare casinghead gasat a combined rate of 600 thousand cubic feet of gas per day ("MCFGPD") from March 29, 2016 through March 29, 2018.

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 21st day of June, 2016.

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by Hearings Divisions' Unprotested Master Order dated June 21, 2016)