RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL AND GAS DOCKET NO. 01-0299832 IN THE BRISCOE RANCH (EAGLE FORD) FIELD, DIMMIT AND ZAVALA COUNTIES. TEXAS

FINAL ORDER APPROVING THE APPLICATION OF EXCO OPERATING COMPANY, LP FOR AN EXCEPTION TO STATEWIDE RULE 32 FOR TWENTY(20) VARIOUS FLARE POINTS ON VARIOUS LEASES IN THE BRISCOE RANCH (EAGLE FORD) FIELD, DIMMIT AND ZAVALA COUNTIES, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on April 14, 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 Exco Operating Company, LP ("Exco") is hereby granted an exception to 16 Texas Administrative Code §3.32 to flare casing-head gas from twenty (20) various flare points on various leases identified on Exhibit A attached hereto, Briscoe Ranch (Eagle Ford) Field, Dimmit and Zavala Counties, Texas for a period of two years beginning March 11, 2016, and ending on March 11, 2018. This 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)

EXHIBIT "A" TO THE FINAL ORDER EXCO OPERATING COMPANY, LP BRISCOE RANCH (EAGLEFORD) FIELD DIMMIT AND ZAVALA COUNTIES, TEXAS

Flare Point	Lease Name & Well No.	Lease No.	<u>Latitude</u>	<u>Longitude</u>	Maximum Daily Flare Volume (Mcf)	H ₂ S (ppm)
Α	Allee Unit A #1H	15313	28.601651	99.750374	130	5
В	Berdoll Dim #A 1H	16620	28.451773	99.894812	932	2
С	Berdoll Dim #B 1H	16620	28.465807	99.884424	278	2
D	Flying G Unit Dim #2H	17478	28.588976	99.800518	112	8
Е	Gonzalez Unit A Dim #1H	15689	28.508208	99.823430	506	2
F	Howett Zav #A 3H & #B 1H	18015	28.820577	99.549110	183	20,000
G	Kim Dim #B 1H	16447	28.448561	99.873002	204	3
Н	Km North Zav #A 1H & #A 5H	15963	28.824286	99.415270	117	2,253
1	Km South Zav #B 3H & #B 5H	17123	28.803121	99.421662	72	2,628
J	Lim Zav #E 3H & #E 6H	15624	28.878127	99.444847	405	200
K	Pena Creek I #1H	15375	28.604031	99.888359	505	6
L	Pena Creek I #4H	15375	28.600052	99.897187	196	6
M	Pena Creek I #5H	15375	28.596075	99.923969	204	6
N	Pena Creek I #6H	15375	28.598755	99.901483	223	6
0	Silva Unit Dim #1H	16555	28.455039	99.763177	105	3
P	Tauber Unit C Dim #3H	16639	28.593892	99.786029	164	10
Q	Traylor West Zav #C 1H & #C 4H	15993	28.858042	99.563819	111	5,714
R	Von Rosenberg Unit A Dim #1H	15612	28.512088	99.796112	842	3
S	Votaw Unit A Dim #1H	16642	28.471320	99.737056	139	1
Т	Winterbotham Zav #M 1H & #M 5H	15744	28.825369	99.428475	124	5,288

Total 5,552mcf