

**RAILROAD COMMISSION OF TEXAS
OFFICE OF GENERAL COUNSEL**

**OIL AND GAS DOCKET
NO. 03-0240882**

**IN THE WILDCAT FIELD, FORT BEND
COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF CYPRESS E & P CORPORATION
FOR ANNULAR DISPOSAL AUTHORITY FOR THE
KASPAREK ET AL WELL NO. 1
IN THE WILDCAT FIELD
FORT BEND COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket heard on December 27, 2004, the presiding examiners have made and filed a report and proposal for decision containing findings of fact and conclusions of law, which was served on all parties of record; 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 filed 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 the application of Cypress E & P Corporation, for annular disposal authority in the Kasperek et al No. 1, API No. 42-157-32299, Wildcat Field, Fort Bend County, Texas, be and it is hereby **APPROVED**.

Cypress E & P Corporation is hereby authorized to dispose of approximately 30,000 barrels of drilling fluid by pumping the fluid down the annulus between the 10 ¼ inch surface casing and the 7 ⅝ inch intermediate casing of the Kasperek et al Well No. 1. This permit authorizes disposal of only drilling fluid generated by the drilling of the Kasperek et al Well No. 1. The surface injection pressure shall not exceed 1,402 psig. The District Office must be notified 24 hours prior to beginning disposal operations. The authority granted by this order expires 30 days from the date the order becomes final.

Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

This order will not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed. If a timely motion for rehearing

is filed by any party at interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the order is served on the parties.

Done this _____ day of _____, 2005.

RAILROAD COMMISSION OF TEXAS

CHAIRMAN VICTOR G. CARRILLO

COMMISSIONER MICHAEL L. WILLIAMS

ATTEST:

Secretary