

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

**OIL AND GAS DOCKET
NOS. 08-0254451 & 08-0254452**

**IN THE WESTBROOK AND
WESTBROOK (CLEAR FORK, UPPER)
FIELDS, MITCHELL COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF
ENERGEN RESOURCES CORPORATION
TO EXPAND THE UNITIZED INTERVAL FOR THE WESTBROOK, NORTH UNIT
IN THE WESTBROOK AND WESTBROOK (CLEAR FORK, UPPER) FIELDS
AND RULE 10 EXCEPTIONS FOR THE WESTBROOK, NORTH UNIT
WESTBROOK AND WESTBROOK (CLEAR FORK, UPPER) FIELDS
MITCHELL COUNTY, TEXAS**

The Commission finds that after statutory notice in the above-numbered docket, on the application of Energen Resources Corporation, heard on December 21, 2007, 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, 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 proposed amendments to the Westbrook, North Unit, approved under Docket No. 8-58,277, effective April 17, 1968, in the Westbrook Field, Mitchell County, Texas, are hereby approved for the Westbrook, North Unit for secondary recovery purposes in the Westbrook Field, subject to the following terms and conditions:

1. The Railroad Commission of Texas retains all powers and duties with regard to conservation of oil and gas in this field, and no proration order of the Commission will be promulgated pursuant to the terms of the unit agreement; and the allocation formula for the wells included in the agreement shall remain and continue in full force and effect as if the agreement had not been approved.
2. The proration units as established for the individual wells within the unitized area prior to the approval of the unitization agreement are hereby adopted, approved, and continued in effect for allowable allocation purposes for such wells unless the

unit operator elects to revise the proration units.

3. For proration purposes, the unitized area will be considered a single tract.
4. All injection authority and each injection well within the unitized area is hereby made subject to the terms and conditions of the Texas Water Code, §27.0511 (Vernon 1988) if fresh water is used.

Further, it is **ORDERED** by the Railroad Commission of Texas that Energen Resources Corporation is hereby authorized to amend its secondary recovery operations by waterflood on its Westbrook, North Unit, approved under Oil & Gas Docket No. 8-58,277, effective April 17, 1968, Westbrook Field, Mitchell County, Texas, subject to the following terms and conditions:

1. All injection authority within the unitized area previously granted by the Commission is hereby made subject to the terms and conditions of this order and the Technical Permitting Section is hereby authorized to issue amended injection permits in accordance with normal procedure as necessary to reflect the terms and conditions contained in this order or as later directed by the Commission.
2. The operator may expand or modify the proposed injection facilities without additional hearing for Commission approval of such expansion or modification, with respect to secondary recovery authorization, but each injection well remains subject to the filing requirements of Statewide Rule 46 including Commission Form H-1, "Application to Inject Fluid Into a Reservoir Productive of Oil or Gas" for injection wells not previously permitted as such.
3. The unit operator must submit application for injection well permits to the Technical Permitting Section and receive such permits prior to commencing injection pursuant to this order.

Further, it is **ORDERED** by the Railroad Commission of Texas that the application of Energen Resources Corporation for exceptions to Statewide Rule 10 for wells on its Westbrook, North Unit in the Westbrook Field and Westbrook (Clear Fork, Upper) Field, Mitchell County, Texas, is hereby approved. Such commingled production shall be assigned to the Westbrook Field for proration purposes.

Further, acreage assigned after commingling to the wells on the Westbrook, North Unit for allocation of allowable shall not be assigned to any other well or wells projected to or completed in the Westbrook Field and the Westbrook (Clear Fork, Upper) Field; such duplicate assignment of acreage is not acceptable, provided however, that this limitation shall not prevent the reformation of development or proration units so long as no duplicate assignment of acreage occurs, and further, that such reformation does not violate other conservation regulations.

Further it is **ORDERED** that royalties on commingled production from wells on the Westbrook, North Unit be allocated as follows:

Phase I

6.75% to the Westbrook (Clear Fork, Upper) Field
93.25% to the Westbrook Field

Phase I

11.67% to the Westbrook (Clear Fork, Upper) Field
88.33% to the Westbrook Field

Done this 28th day of January, 2008.