RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

O&G DOCKET NO. 05-0305672

IN THE FRUITVALE FIELD, VAN ZANDT COUNTY, TEXAS

FINAL ORDER

APPROVING THE AUTHORITY OF JAMEX, INC.
TO CONVERT THE LAST PRODUCING WELL ON VARIOUS TRACTS
ON THE FRUITVALE WATERFLOOD UNIT TO INJECTOR WELLS
WELL NOS. 201, 1301, AND 1401
FRUITVALE FIELD
VAN ZANDT COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket, on the application of Jamex, Inc., heard on September 1, 2017, 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 examiner's 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 incorporated 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 Jamex is hereby authorized to convert the No. 201, 1301, and 1401 Wells, which are the last producing wells on Tract Nos. 2, 13, & 14, respectively, to injector wells to support enhanced recovery on the Fruitvale Unit, subject to the following terms and conditions:

1. Unsigned royalty owners and unsigned overriding royalty owners shall be paid on a lease/tract basis using an extrapolation of the lease decline curve into the future. Such payments shall continue so long as the Fruitvale Unit is being produced. The decline curve parameters for each of the three wells are being included in Finding of Fact No. 7.

Pursuant to § 2001.144(a)(4)(A) of the Texas Government Code and by agreement of Foundation on the record, <u>Jamex has waived the right to file a motion for rehearing and this Final Order is effective on the date the Master Order relating to the Final Order is signed.</u>

Done this 5th day of December, 2017

RAILROAD COMMISSION OF TEXAS

(Order approved and signatures affixed by OGC Unprotested Master Order dated December 05, 2017)