

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

**OIL AND GAS DOCKET
NO. 06-0251567**

**IN THE OVERTON (COTTON VALLEY
SAND) FIELD, SMITH COUNTY, TEXAS**

**FINAL ORDER
APPROVING THE APPLICATION OF SOUTHWESTERN ENERGY PROD. CO.
FOR ENTITY FOR DENSITY AUTHORITY FOR ITS ALLRED UNIT
OVERTON (COTTON VALLEY SAND) FIELD
SMITH COUNTY**

The Commission finds that after statutory notice in the above-numbered docket heard on June 5, 2007, the presiding examiner has 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 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 Southwestern Energy Company, Allred Unit , Overton (Cotton Valley Sand) Field shall be treated as an entity-for-density, subject to the following terms and conditions:

1. Wells will be drilled in compliance with the applicable spacing rule unless exception is granted after notice and opportunity for hearing.
2. The unit's density shall not exceed that authorized by applicable field rules unless exception is granted after notice and opportunity for hearing. If required by applicable field rules, operator shall file a Form P-15 and plat for the unit. If the allocation formula is suspended, the operator is not required to identify on that plat or otherwise the acreage assigned to each well for proration purposes.
3. Except as otherwise provided herein, operator shall comply with all applicable field rules for the Overton (Cotton Valley Sand) Field.

Done this 26th day of June, 2007.

RAILROAD COMMISSION OF TEXAS

**(Order approved and signatures affixed by
OGC Unprotested Master Order dated June
26, 2007)**