

March 9, 2005

Honorable James H. Welsh
Commissioner of Conservation
Department of Natural Resources
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: Southdown Sand, Reservoir C
CRESCENT FARMS FIELD
Terrebonne Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of BTA Oil Producers to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Southdown Sand, Reservoir C, in the Crescent Farms Field, Terrebonne Parish, Louisiana.

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Southdown Sand, Reservoir C, in the Crescent Farms Field, Terrebonne Parish, Louisiana.
2. To create a single drilling and production unit for this sand and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
3. To designate a unit operator and a unit well for the unit so created.
4. To provide that any well drilled outside of the Southdown Sand, Reservoir C, shall be in accordance with the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the Reservoir by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. To discuss any other matters that may be pertinent to this application.

The Southdown Sand, Reservoir C, in the Crescent Farms Field, Terrebonne Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 14,000' and 14,028' electric log measured depths (13,725' to 13,753' true vertical depths) in the BTA Oil Producers - Andrew McCollam, Jr. No. 1 Well (SN 229488) located in Section 28, Township 17 South, Range 17 East, Terrebonne Parish, Louisiana.

In addition to furnishing the legal notice to all Interested Parties, the applicant will provide for POSTING of the legal notice of the hearing and unit plat in a prominent place in the area of the Crescent Farms, Terrebonne Parish, Louisiana, and will cause the legal notice of the hearing to be PUBLISHED in a newspaper of general circulation published in the vicinity of the Crescent Farms Field, Terrebonne Parish, Louisiana, at least fifteen (15) days before the hearing date.

Any pertinent data relating to the subject application can be obtained, **AT THE COST OF THE REQUESTING PARTY**, from Bill McAlister at the offices of Leon E. Comeaux & Associates, P. O. Box 53922, Lafayette, Louisiana (337-233-9839).

In compliance with the Rules of Procedure, a preapplication conference was held in Lafayette, Louisiana, on February 24, 2005, at which the parties named on the attached list were in attendance.

The conference was opened with a discussion by Mr. Bill McAlister, representing BTA Oil Producers, concerning the nature and purpose of the conference and the bases for the applicant's proposed unit.

Mr. Jim Hardwick, representing The Meridian Production Corporation, presented a counterplan which did not extend as far to the east and west as the applicant's and comprised ± 115 Acres. Mr. Bob Duplantis and Mr. Louis Gilbert, representing the McCollam Family, stated they would support the applicant's proposal, however, if a counterplan was filed they would likely file their own counterplan. Likewise, Mr. Frank Harrison, representing Tommy Hebert and Bonnie Clement, stated he would support the applicant's proposal, however, if a counterplan was filed he would likely file his own counterplan.

After further discussions, the differences between the above mentioned parties have been resolved and a compromise has been reached. The compromise plan comprises ± 146 Acres and is attached to this application. We expect no opposition at the hearing.

There are attached hereto and made a part hereof a revised plat outlining the proposed unit, the conference attendance list, and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, said list of parties will be provided to any party requesting a copy. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check on behalf of the applicant, BTA Oil Producers, in the sum of \$755.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



Bill McAlister, Jr.

BMjr/cu

Enclosures

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd.
Brandywine III, Suite 220
Lafayette, Louisiana 7050-4284

Interested Parties, Interested
Owners and Represented Parties

WAINOCO Savane 14087

68 R 16 E R 17 E 90

80

67

**SOUTHDOWN RC SUA
McCOLLAM No. 1
±146 ACRES**

The Meridian Production Corp.

28

99

28

DOMINION McCollam 1
15225 MD
13805 VD

McCORMICK Southdown 3
12618

BTA McCOLLAM 1
14110' MD
13835' VD

McMORAN Peltto 1
15102

KELLEY Phillips

KELLEY EDC 1
15422MD
14938VD

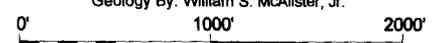
EXHIBIT NO.
DOCKET NO. 05-

BTA OIL PRODUCERS

**CRESCENT FARMS FIELD
TERREBONNE PARISH, LOUISIANA**

**PROPOSED UNIT
SOUTHDOWN SAND**

Geology By: William S. McAlister, Jr.



DATE:

LEON E. COMEAUX & ASSOC. GEOLOGISTS

PENNZOIL Peltto 2
16000

McCORMICK Southdown 1
12604

McCORMICK Southdown 2
12504

PENNZOIL Peltto 1
15560

15260MD
15081VD

15750MD
15617VD

KELLEY Danos 1
15100

71

94

101

31

T
17
S

FLT. 30

FLT.

FLT.

FLT.

Kermit Wurzlou

APL

Thomas Hebert

Bonnie Clement

Devon Minerals

Quiski Bayou Estates Sub.

Andrew McCollam

Andrew McCollam

Andrew McCollam

Andrew McCollam