BOB F. ANDERSON, PE, INC.
PETROLEUM ENGINEERS & CONSULTANTS
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July 12, 2005

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: **APPLICATION FOR PUBLIC HEARING**
Proposed Additional Alternate Unit Wells
Hosston Formation Gas, Reservoir A,
HOSS RA SU I
Grand Cane Field, DeSoto Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CYPRESS OPERATING, INC.,** (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Formation Gas, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana.

1. To permit the applicant to drill, designate and utilize four (4) alternate unit wells for the production of gas and condensate from the Hosston Formation Gas, Reservoir A, for the unit designated HOSS RA SUI, one (1) of which is in exception to the spacing provisions of the f Office of Conservation Order No. 342-B, effective May 24, 1978, such unit and wells shown on the attached plat and made a part hereof.

2. To find that additional alternate unit wells are needed on the HOSS RA SUI to assists in draining a portion of Hosston Formation Gas, Reservoir A, that cannot be drained by any other well located therein.

3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination thereof at the discretion of the unit operator.

4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Formation Gas, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana was defined in Office of Conservation Order No.342-B, effective May 24, 1978.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party**.

The subject matter of this hearing does not require a pre-application notice.

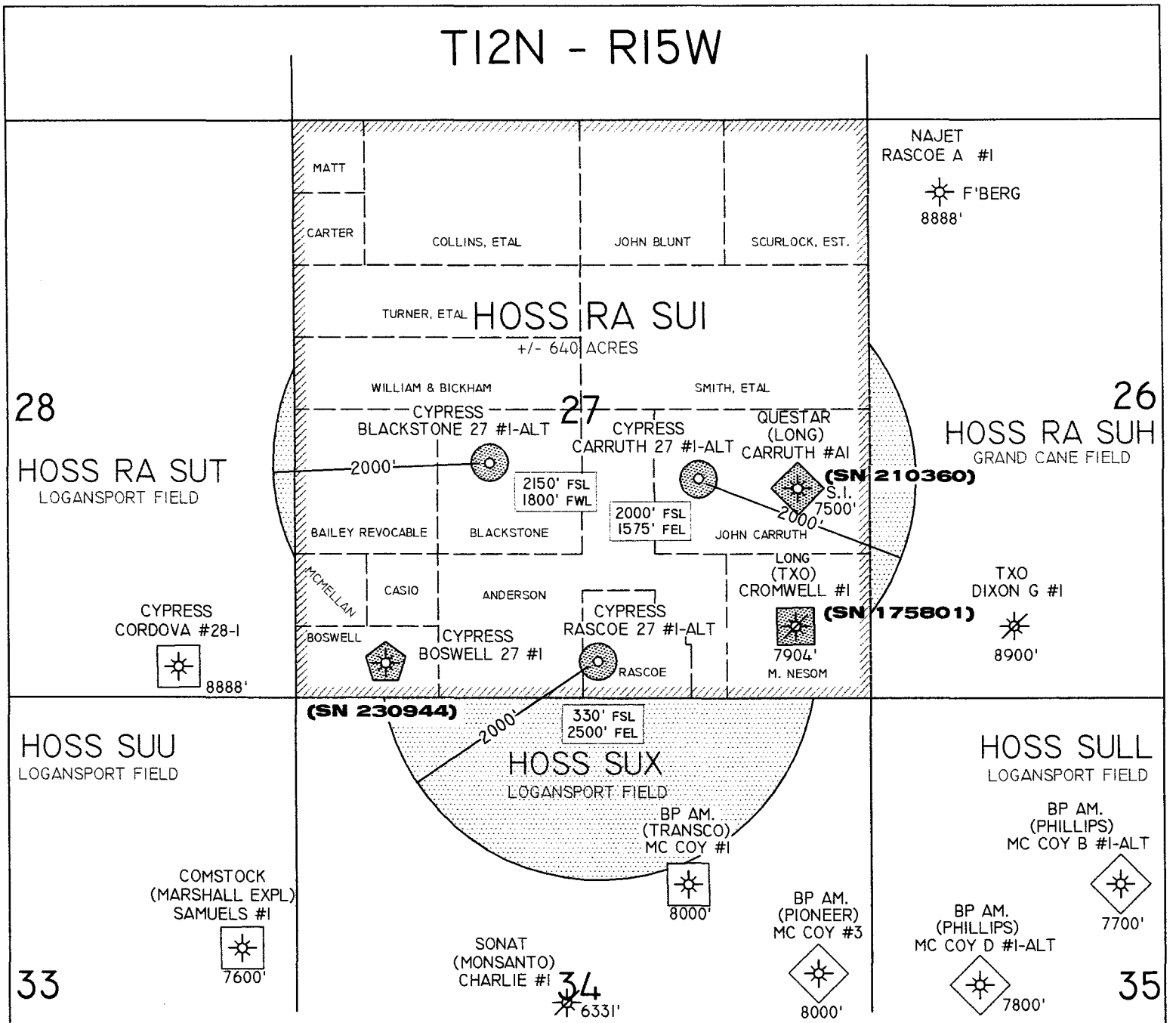
Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation. A copy of this letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties.

Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

B. F. Anderson, PE for
CYPRESS OPERATING, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (w/plat only)
Cypress Operating, Inc. (w/encl.)



CYPRESS OPERATING, INC.

GRAND CANE FIELD
DE SOTO PARISH, LOUISIANA

HOSS RA SUI

PROPOSED ALTERNATE UNIT WELLS
ONE AT AN EXCEPTIONAL LOCATION

BLACKSTONE 27 #1-ALT, CARRUTH 27 #1-ALT
AND RASCOE, ETAL 72 #1-ALT

DOCKET NO. 05- EXHIBIT NO.1