

July 20, 2005

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

RE: U Marg tex 1 Sand, Reservoir A
U Marg tex 2 Sand, Reservoir A
Bolivina Mexicana Sand, Reservoir B
Nonion Struma Sand, Reservoir A, SUH
Nonion Struma 2 Sand, Reservoir A
ELLIS FIELD
Acadia Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Henry Production Company, Inc. to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the U Marg tex 1 Sand, Reservoir A, U Marg tex 2 Sand, Reservoir A, Bolivina Mexicana Sand, Reservoir B, Nonion Struma Sand, Reservoir A, SUH and the Nonion Struma 2 Sand, Reservoir A, in the Ellis Field, Acadia Parish, Louisiana.

FOR THE U MARG TEX 1 SAND, RESERVOIR A

1. To dissolve the U Marg tex 1 RA SUA in the Ellis Field, Acadia Parish, Louisiana, as established by Office of Conservation Order No. 275-M, effective October 31, 1979, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the U MT 1 RA SUA.
2. 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 exempt the proposed unit well from the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the U Marg tex 1 Sand, Reservoir A, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 275-M shall remain in full force and effect.
7. To consider such other matters as may be pertinent.

The U Marg tex 1 Sand, Reservoir A, in the Ellis Field, Acadia Parish, Louisiana, was fully defined in Office of Conservation Order No. 275-M, effective October 31, 1979 and is hereby further defined as that gas and condensate bearing sand encountered between 10,716' and 10,736' vertical depths in the Henry Production Company, Inc. (formerly Noble) - Jabusch No. 2 Well, located in Ellis Field, Section 14, Township 9 South, Range 1 West, Acadia Parish, Louisiana.

FOR THE U MARG TEX 2 SAND, RESERVOIR A

1. To dissolve the U Marg tex 2 RA SUA in the Ellis Field, Acadia Parish, Louisiana, as established by Office of Conservation Order No. 275-N, effective October 31, 1979, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the U MT 2 RA SUA.
2. 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 exempt the proposed unit well from the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the U Marg tex 2 Sand, Reservoir A, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 275-N shall remain in full force and effect.
7. To consider such other matters as may be pertinent.

The U Marg tex 2 Sand, Reservoir A, in the Ellis Field, Acadia Parish, Louisiana, was fully defined in Office of Conservation Order No. 275-N, effective October 31, 1979 and is hereby further defined as that gas and condensate bearing sand encountered between 10,860' and 10,865' vertical depths in the Henry Production Company, Inc. (formerly Noble) - Jabusch No. 2 Well, located in Ellis Field, Section 14, Township 9 South, Range 1 West, Acadia Parish, Louisiana.

FOR THE BOLIVINA MEXICANA SAND, RESERVOIR B

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Bolivina Mexicana Sand, Reservoir B, in the Ellis Field, Acadia 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 exempt the proposed unit well from 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 consider such other matters as may be pertinent.

The Bolivina Mexicana Sand, Reservoir B, in the Ellis Field, Acadia Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between 11,465' and 11,542' vertical depths in the Henry Production Company, Inc. (formerly Noble) - Jabusch No. 2 Well, located in Ellis Field, Section 14, Township 9 South, Range 1 West, Acadia Parish, Louisiana.

FOR THE NONION STRUMA SAND, RESERVOIR A, SUH

1. To dissolve the NS RA SUH in the Ellis Field, Acadia Parish, Louisiana, as established by Office of Conservation Order No. 275-C-1, effective January 15, 1962, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the NS RA SUH.
2. 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 exempt the proposed unit well from the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the NS Sand, Reservoir A, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 275-C-1 shall remain in full force and effect.
7. To consider such other matters as may be pertinent.

The Nonion Struma Sand, Reservoir A, in the Ellis Field, Acadia Parish, Louisiana, was fully defined in Office of Conservation Order No. 275-C-1, effective January 15, 1962, and is hereby redefined for Sand Unit H only as that gas and condensate bearing sand encountered between 11,930' and 12,020' vertical depths in the Henry Production Company, Inc. (formerly Noble) - Jabusch No. 2 Well, located in Ellis Field, Section 14, Township 9 South, Range 1 West, Acadia Parish, Louisiana.

FOR THE NONION STRUMA 2 SAND, RESERVOIR A

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Nonion Struma 2 Sand, Reservoir A, in the Ellis Field, Acadia 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 exempt the proposed unit well from 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 consider such other matters as may be pertinent.

The Nonion Struma 2 Sand, Reservoir A, in the Ellis Field, Acadia Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between 12,187' and 12,413' vertical depths in the Henry Production Company, Inc. (formerly Noble) - Jabusch No. 2 Well, located in Ellis Field, Section 14, Township 9 South, Range 1 West, Acadia 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 Ellis Field, Acadia 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 Ellis Field, Acadia 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 Leon E. Comeaux & Associates, 305 La Rue France, Lafayette, Louisiana 70508 (337-233-9839).

In compliance with the Rules of Procedure, a preapplication conference was held in Lafayette, Louisiana, on July 8, 2005, at which the parties named on the attached list were in attendance.

The conference was opened with a discussion by Mr. David Comeaux, representing Henry Production Company, Inc., concerning the nature and purpose of the conference and the bases for the applicant's proposed units.

Mr. Holmes Smart, representing the Hensgen Family, presented counter-plans on the U Marg tex 1 and U Marg tex 2 Sands only. They differed from the applicant in the placement of the northern boundary. Messrs. Randy Songy and Art Christy, representing Noble Energy, presented a counter-plan on the Nonion Struma Sand only. Their plan differed from the applicant in the placement of the current downdip limit.

Questions were asked and answered. The parties were unable to resolve their differences but agreed to continue working toward a resolution.

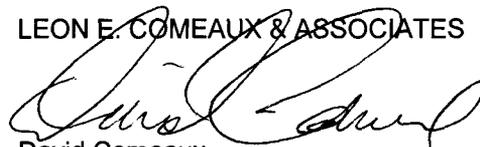
Since the preapplication conference, compromises have been reached on the U Marg tex 1 and the U Marg tex 2 Sands. The parties are continuing discussions to resolve their differences on the Nonion Struma Sand.

There are attached hereto and made a part hereof revised plats of the U Marg tex 1 and U Marg tex 2 Sands outlining the proposed units, 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 and proposed unit plats for the Bolivina Mexicana Sand, Nonion Struma Sand, and Nonion Struma 2 Sand (being same plats attached to the June 17, 2005 notice) are 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, Henry Production Company, Inc. in the sum of 3,775.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



David Comeaux

DC/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



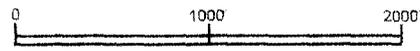
**U MT-1 RA SUA
HENSGENS NO. 1
± 108 ACRES**

-  GEOLOGICALLY SIGNIFICANT WELL
-  ACREAGE TO BE DELETED
- AS PER 275-M SERIES OF ORDERS

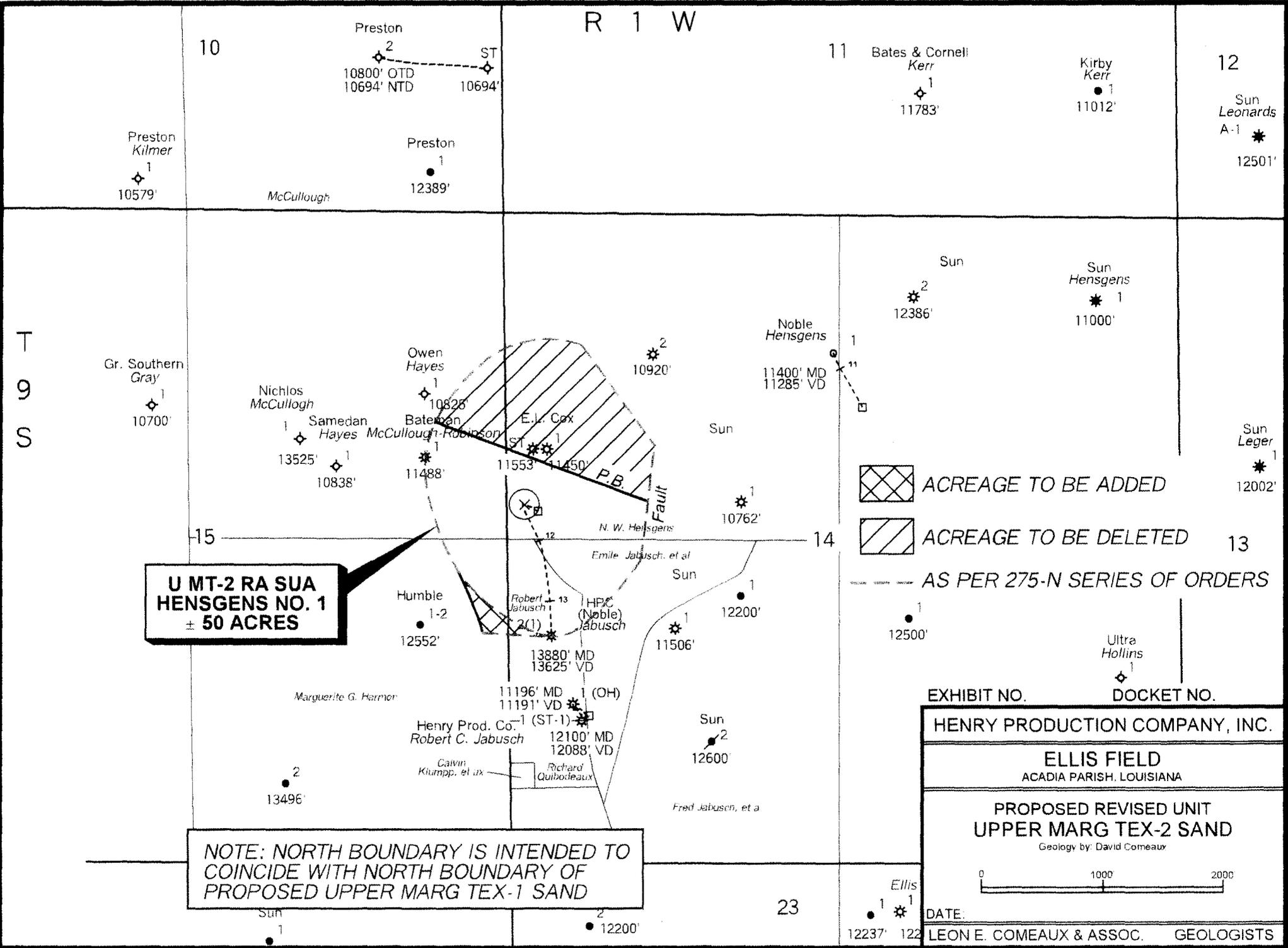
EXHIBIT NO. HENRY PRODUCTION COMPANY, INC.
DOCKET NO.

ELLIS FIELD
ACADIA PARISH, LOUISIANA

**PROPOSED REVISED UNIT
UPPER MARG TEX-1 SAND**
Geology by: David Comeaux



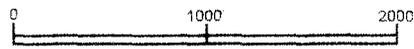
DATE: _____
LEON E. COMEAUX & ASSOC. GEOLOGISTS

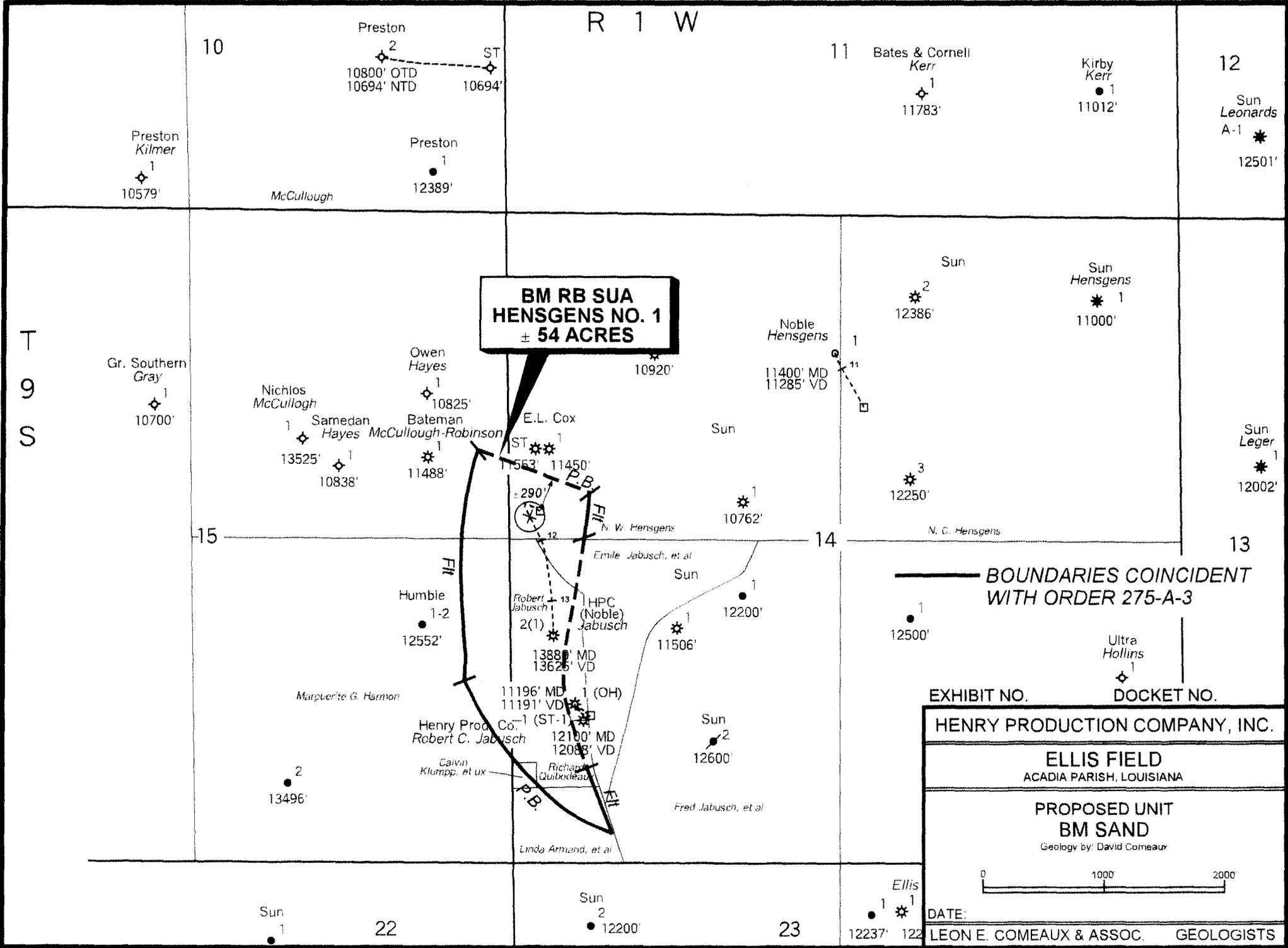


**U MT-2 RA SUA
HENSGENS NO. 1
± 50 ACRES**

**NOTE: NORTH BOUNDARY IS INTENDED TO
COINCIDE WITH NORTH BOUNDARY OF
PROPOSED UPPER MARG TEX-1 SAND**

 **ACREAGE TO BE ADDED**
 **ACREAGE TO BE DELETED**
 AS PER 275-N SERIES OF ORDERS

EXHIBIT NO.	DOCKET NO.
HENRY PRODUCTION COMPANY, INC.	
ELLIS FIELD ACADIA PARISH, LOUISIANA	
PROPOSED REVISED UNIT UPPER MARG TEX-2 SAND Geology by: David Comeaux	
	
DATE:	
LEON E. COMEAUX & ASSOC. GEOLOGISTS	



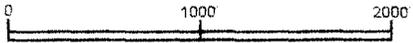
**BM RB SUA
HENSGENS NO. 1
± 54 ACRES**

**BOUNDARIES COINCIDENT
WITH ORDER 275-A-3**

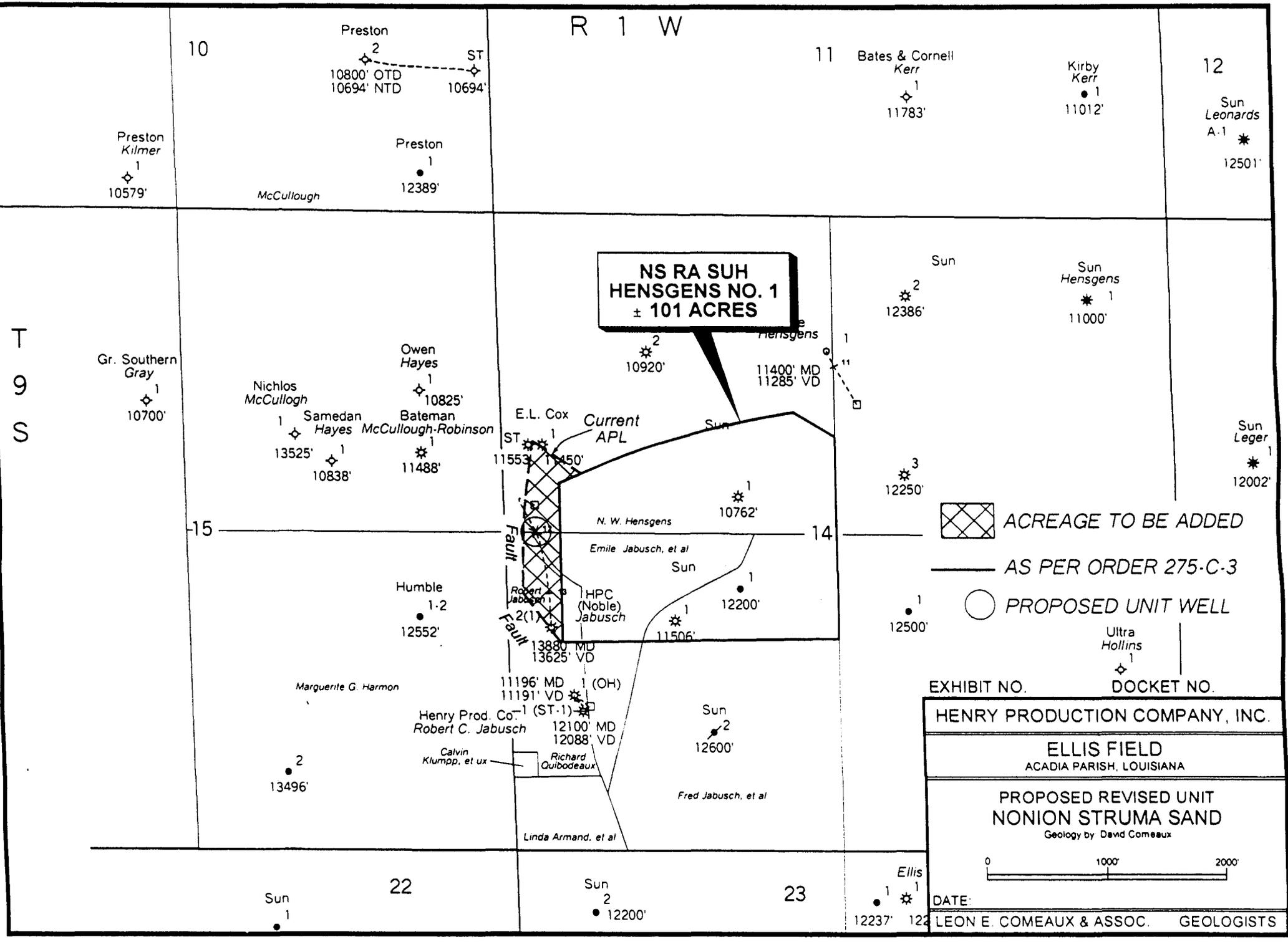
EXHIBIT NO. DOCKET NO.
HENRY PRODUCTION COMPANY, INC.

ELLIS FIELD
ACADIA PARISH, LOUISIANA

**PROPOSED UNIT
BM SAND**
Geology by: David Comeaux

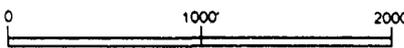


DATE:
LEON E. COMEAUX & ASSOC. GEOLGISTS



**NS RA SUH
HENSGENS NO. 1
± 101 ACRES**

-  ACREAGE TO BE ADDED
-  AS PER ORDER 275-C-3
-  PROPOSED UNIT WELL

EXHIBIT NO.	DOCKET NO.
HENRY PRODUCTION COMPANY, INC.	
ELLIS FIELD ACADIA PARISH, LOUISIANA	
PROPOSED REVISED UNIT NONION STRUMA SAND Geology by David Comeaux	
	
DATE:	
LEON E. COMEAUX & ASSOC. GEOLOGISTS	

R 1 W

10

11

12

T
9
S

15

14

22

23

Preston
2
10800' OTD
10694' NTD
ST
10694'

Bates & Cornell
Kerr
1
11783'

Kirby
Kerr
1
11012'

Sun
Leonards
A-1
12501'

Preston
Kilmer
1
10579'

McCullough

Preston
1
12389'

**NS-2 RA SUA
JABUSCH NO. 2
± 246 ACRES**

Sun
2
12386'

Sun
Hensgens
1
11000'

Gr. Southern
Gray
1
10700'

Nichlos
McCullough
1

Samedan
Hayes
1
13525'
10838'

Owen
Hayes
1
10825'

Bateman
McCullough-Robinson
1
11488'

E.L. Cox
ST
1
11553' 11450'

Noble
Hensgens
1
11400' MD
11285' VD

Sun
2
12386'

Sun
Leger
1
12002'

15

13

14

NOTE: ALL BOUNDARIES
ARE GEOGRAPHIC



GEOLOGICALLY SIGNIFICANT WELL

Humble
1-2
12552'

Robert
Jabusch
2(1)
13880' MD
13625' VD

HPC
(Noble)
Jabusch

N. W. Hensgens

Emile Jabusch, et al

Sun
1
11506'

Sun
1
10762'

Sun
1
12200'



GEOLOGICALLY SIGNIFICANT WELL

Marguerite G. Harmon

Henry Prod. Co.
Robert C. Jabusch
1 (ST-1)
12100' MD
12088' VD

Calvin
Klumpp, et ux

Richard
Quibodeaux

Sun
2
12800'

Fred Jabusch, et al

Linda Armand, et al

Ultra
Hollins
1

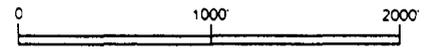
EXHIBIT NO.

DOCKET NO.

HENRY PRODUCTION COMPANY, INC.

ELLIS FIELD
ACADIA PARISH, LOUISIANA

PROPOSED UNIT
NONION STRUMA 2 SAND
Geology by David Comeaux



DATE:

Ellis
1
12237' 122

Sun
2
12200'

Sun
1

LEON E. COMEAUX & ASSOC. GEOLOGISTS