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October 19, 2006

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING.

Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B & C; Hosston Formation, Reservoir D; and Cotton Valley Formation, Reservoir A; CHENIERE CREEK FIELD, Ouachita Parish, Louisiana.

Dear Sir:

EOG RESOURCES, INC. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B and C; the Hosston Formation, Reservoir D; and to the Cotton Valley Formation, Reservoir A; all in the Cheniere Creek Field, Ouachita Parish, Louisiana:

Hosston A, B, C, D, E-1 and E-2 Zones,
Reservoirs A, B, C and Hosston Formation, Reservoir D

1. To dissolve the following described seventy-two (72) drilling and production units created for the Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B and C:

Unit Nomenclature

Order Creating Units

HOSS A, B, C, D, E-1 & E-2 RA SUE
HOSS A, B, C, D, E-1 & E-2 RA SUR
HOSS A, B, C, D, E-1 & E-2 RA SUS
HOSS A, B, C, D, E-1 & E-2 RB SUA
HOSS A, B, C, D, E-1 & E-2 RB SUD
HOSS A, B, C, D, E-1 & E-2 RC SUA
HOSS A, B, C, D, E-1 & E-2 RC SUB
HOSS A, B, C, D, E-1 & E-2 RC SUD
HOSS A, B, C, D, E-1 & E-2 RC SUE
HOSS A, B, C, D, E-1 & E-2 RC SUF
HOSS A, B, C, D, E-1 & E-2 RC SUG
HOSS A, B, C, D, E-1 & E-2 RC SUH

Order Nos. 503 & 503-B-9
Order No. 503-B-28
Order No. 503-B-27
Order Nos. 503-C, D, E, F, G & H
Order Nos. 503-C-2, D-2, E-2, F-2, G-2 & H-2
Order No. 503-B-29
Order No. 503-B-29
Order No. 503-B-29
Order No. 503-B-29
Order No. 503-B-37
Order No. 503-B-37
Order No. 503-B-37
Order No. 503-B-37

said units to be dissolved being more particularly shown on the attached plat labeled "Proposed Unit Dissolution Plat Hosston A, B, C, D, E-1 & E-2 Zones."

2. Simultaneously with dissolution of the above described units, to create eighteen (18) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir D, such units being more particularly shown on the attached plat labeled "Proposed Unit Plat Hosston Formation, Reservoir D," and being designated HOSS RD SUI through HOSS RD SUZ.

3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.

4. To designate an operator of, and unit wells for, the proposed additional units as may be appropriate.

5. To permit applicant to combine downhole production from the Hosston Formation, Reservoir D, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on the identical units proposed for these formations and reservoirs in which well the interests in the units are identical.

6. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 503-B-51, effective February 14, 2006, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Hosston Formation, Reservoir D.

7. To consider such other matters as may be pertinent to the Hosston Formation, Reservoir D or to the Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B and C.

The Hosston Formation, Reservoir D, in the Cheniere Creek Field was defined in Office of Conservation Order No. 503-B-51, effective February 14, 2006.

The Hosston A, B, C and D Zones, Reservoir A, in the Cheniere Creek Field were defined in Office of Conservation Order No. 503, effective May 19, 1960.

The Hosston E-1 and E-2 Zones, Reservoir A, in the Cheniere Creek Field were defined in Office of Conservation Order No. 503-B-9, effective February 1, 1975.

The Hosston A, B, C, D, E-1 and E-2 Zones, Reservoir B, in the Cheniere Creek Field were defined, respectively, in Office of Conservation Order Nos. 503-C, 503-D, 503-E, 503-F, 503-G and 503-H, effective September 16, 1981.

The Hosston A, B, C, D, E-1 and E-2 Zones, Reservoir C, in the Cheniere Creek Field were defined in Office of Conservation Order No. 503-B-29, effective August 3, 1984.

Cotton Valley Formation, Reservoir A

1. To create sixteen (16) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, such units being more particularly shown on the attached plat labeled "Proposed Unit Plat Cotton Valley Formation," and being designated CV RA SUR through CV RA SUGG.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.

3. To designate an operator of, and unit wells for, the proposed additional units as may be appropriate.

4. To redefine the Cotton Valley Formation, Reservoir A, in the Cheniere Creek Field, INsofar AND ONLY INsofar as to the sixteen (16) additional units proposed herein, as being the stratigraphic equivalent of the interval encountered between the measured depths of 9,480 feet and 13,010 feet, in the O'Brien Operating Company (formerly Diamond Shamrock)--V. German No. 1 Well, located in Section 25, Township 17 North, Range 1 East, Ouachita Parish, Louisiana.

5. To permit applicant to combine downhole production from the Hosston Formation, Reservoir D, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on the identical units proposed for these formations and reservoirs in which well the interests in the units are identical.

6. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 503-J, effective November 22, 1983, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.

7. To consider such other matters as may be pertinent to the Cotton Valley Formation, Reservoir A.

The Cotton Valley Formation, Reservoir A, in the Cheniere Creek Field is currently defined in Office of Conservation Order No. 503-J, effective November 22, 1983.

Pertinent data concerning this application is available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 N. Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect such data should call Mr. Louis Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

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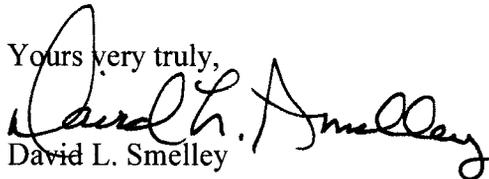
Any person receiving a copy of this letter who has questions as to where their property is located in relation to these proposals should call Mr. Doffie Ross at (504) 834-8112.

By letter dated October 5, 2006, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and set November 2, 2006, as the tentative date for the pre-application conference. While a conference request was received, it was subsequently withdrawn; accordingly, no pre-application conference will be held.

Pursuant to the Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of each of the plats showing the units proposed to be dissolved and to be created is enclosed herewith, and a copy of this letter and of the attached plats is being sent to the District Manager of the Monroe District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and of the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Cheniere Creek Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

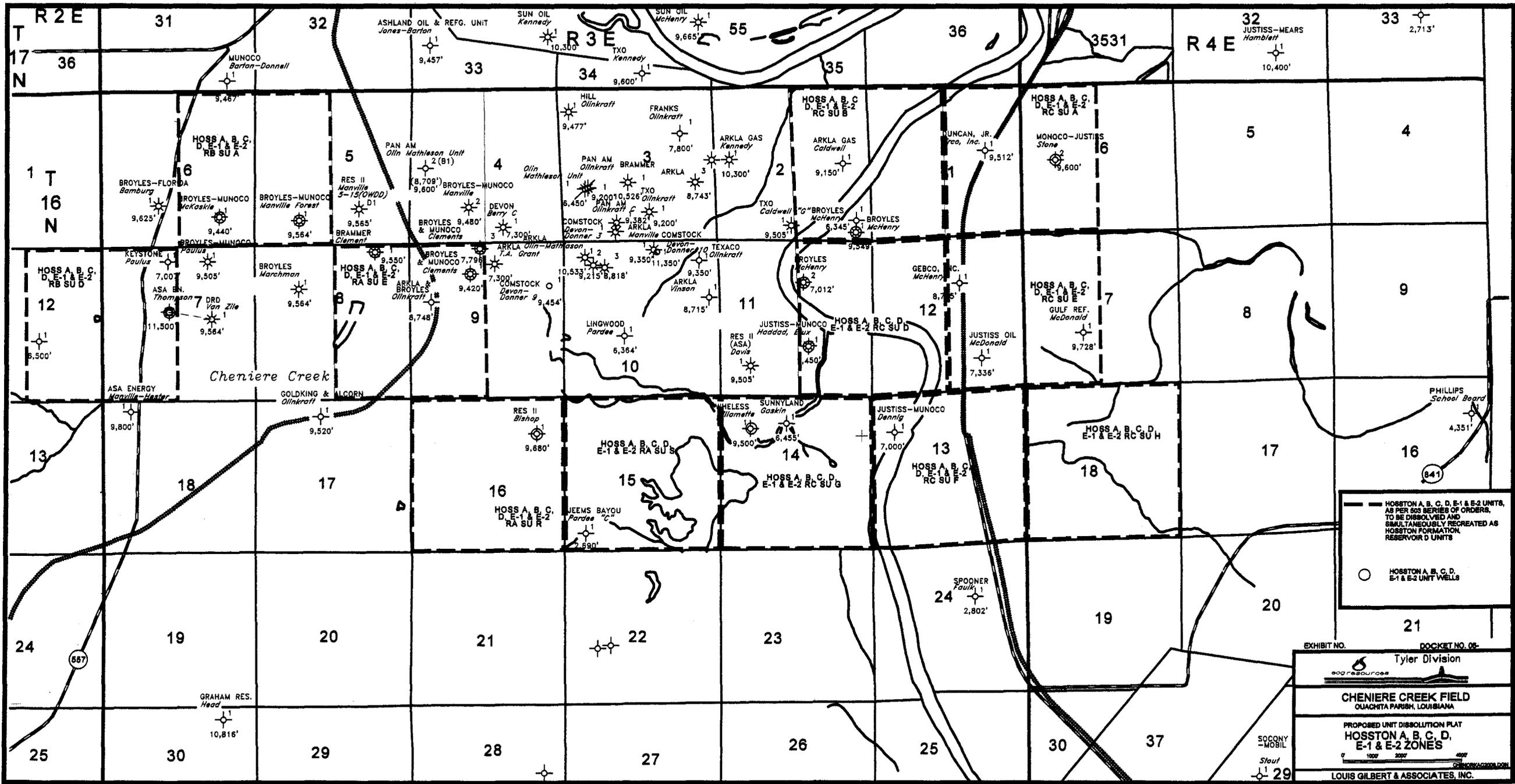
Finally, enclosed herewith is our check payable to the Office of Conservation covering the application fee.

Yours very truly,

David L. Smelley

-- Attorney for EOG Resources, Inc.

DLS:dp
Enclosures

cc: Mr. Clarence Chandler (w/encls.)
Mr. Michael Brooks (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plats only)



HOSSSTON A, B, C, D, E-1 & E-2 UNITS,
 AS PER 503 SERIES OF ORDERS,
 TO BE DISSOLVED AND
 SIMULTANEOUSLY RECREATED AS
 HOSSSTON FORMATION,
 RESERVOIR D UNITS

○ HOSSSTON A, B, C, D,
 E-1 & E-2 UNIT WELLS

EXHIBIT NO. _____ DOCKET NO. 06-

Tyler Division

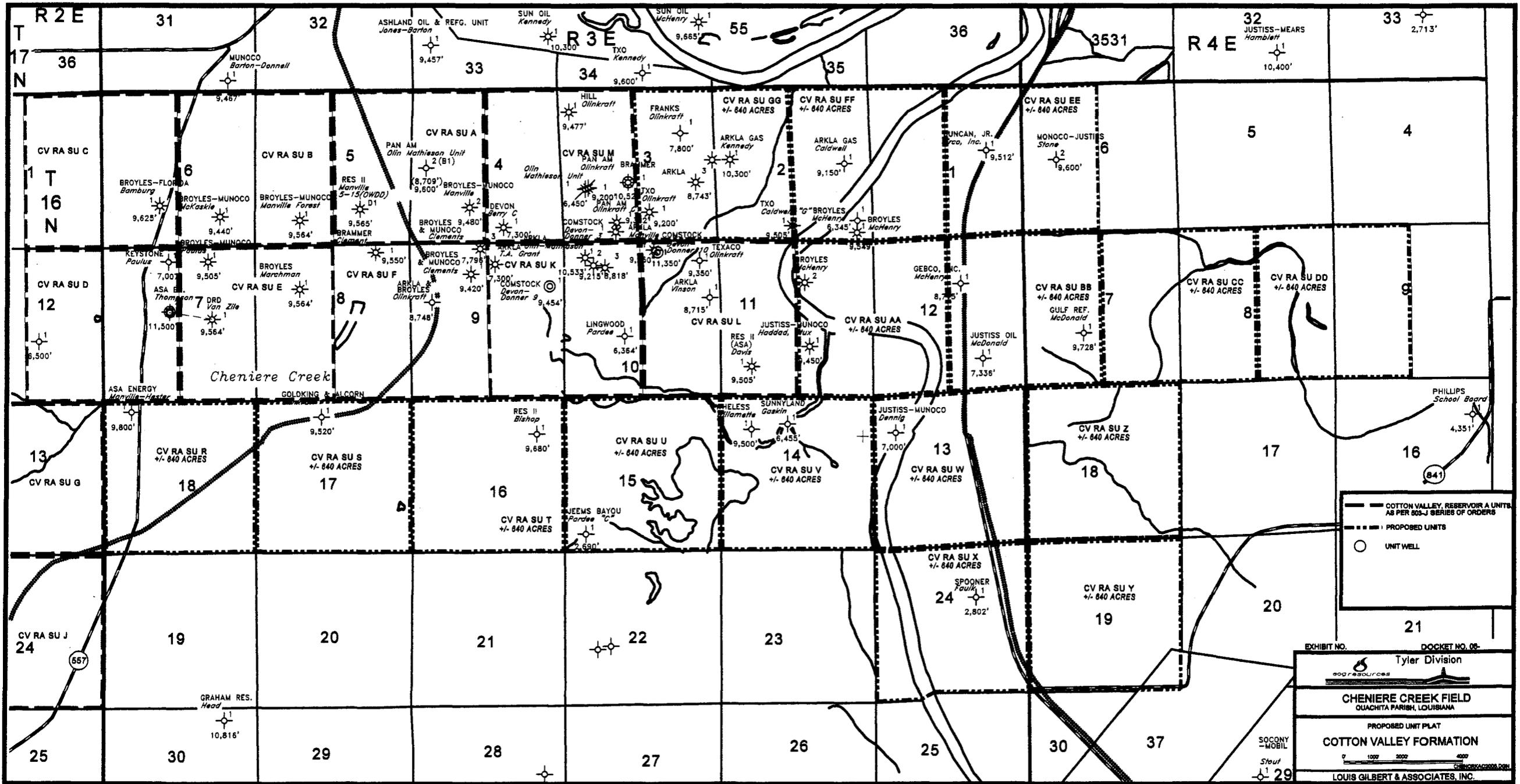
CHENIERE CREEK FIELD
 OUACHITA PARISH, LOUISIANA

PROPOSED UNIT DISSOLUTION PLAT
**HOSSSTON A, B, C, D,
 E-1 & E-2 ZONES**

1000' 2000' 4000'

LOUIS GILBERT & ASSOCIATES, INC.

SOCONY
 -MOBIL
 Slout
 29



--- COTTON VALLEY, RESERVOIR A UNITS AS PER 803-J SERIES OF ORDERS
 - - - - - PROPOSED UNITS
 ○ UNIT WELL

EXHIBIT NO. _____ DOCKET NO. 02-
 Tyler Division
 800 resources
CHENIERE CREEK FIELD
 OUACHITA PARISH, LOUISIANA
 PROPOSED UNIT PLAN
COTTON VALLEY FORMATION
 SOCONY-MOBIL
 Stout
 LOUIS GILBERT & ASSOCIATES, INC.