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OF COUNSEL
WILLIAM G. CONLY

October 29, 2007

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

Re: APPLICATION FOR PUBLIC HEARING

D Sand of the Cotton Valley Zone and Lower Cotton Valley Formation, Reservoir A, GREENWOOD-WASKOM FIELD, Caddo Parish, Louisiana.

Dear Sir:

GREYSTONE OIL & GAS, L.L.P. ("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 D Sand of the Cotton Valley Zone and to the Lower Cotton Valley Formation, Reservoir A, in the Greenwood-Waskom Field, Caddo Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize four (4) alternate unit wells for CV D RA SUHH and for LCV RA SUH, and five (5) alternate unit wells for CV D RA SUOO and for LCV RA SUJ, at the locations shown on the attached plats.
2. To approve an exception to the spacing provisions of Office of Conservation Order No. 193-B, effective January 5, 1954 (applicable to the D Sand of the Cotton Valley Zone), and Office of Conservation Order No. 270-V, effective July 31, 1981 (applicable to the Lower Cotton Valley Formation, Reservoir A), for the location of any of the proposed alternate unit wells, as shown on the attached plats, which does not comply with the spacing provisions of these Orders.
3. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
4. To permit the unit allowables for CV D RA SUHH, LCV RA SUH, CV D RA SUOO and LCV RA SUJ to be produced from either the unit or substitute unit well, from any alternate unit well, or from any combination of such wells at the option of the Operator.
5. To designate Applicant as operator of the proposed alternate unit wells for CV D SUHH and to authorize Applicant to report production from such wells separately from the substitute unit well for this unit which is operated by D-S-B Properties, Inc.
6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

Honorable James H. Welsh
October 29, 2007
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The Lower Cotton Valley Formation, Reservoir A, in the Greenwood-Waskom Field, Caddo Parish, Louisiana, was initially defined in Office of Conservation Order No. 270-V, effective July 31, 1981, and was redefined as to the units designated LCV RA SUH and LCV RA SUJ by Office of Conservation Order No. 270-V-4, effective June 5, 2007.

The D Sand of the Cotton Valley Zone in the Greenwood-Waskom Field, Caddo Parish, Louisiana, was defined in Office of Conservation Order No. 193-B, effective January 5, 1954.

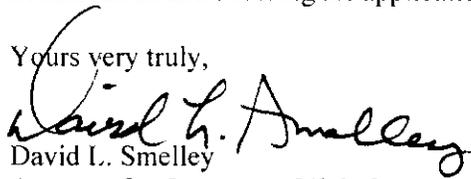
Any pertinent data concerning this application will be available for inspection at the offices of Mr. Joe B. Adams, 21010 Vermont Street, Livingston, Louisiana 70754. Any person desiring to inspect such data should call Mr. Adams at (225) 686-2355 during normal business hours in order to arrange a date 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.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid 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 this letter and of each of the attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties 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 Greenwood-Waskom Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

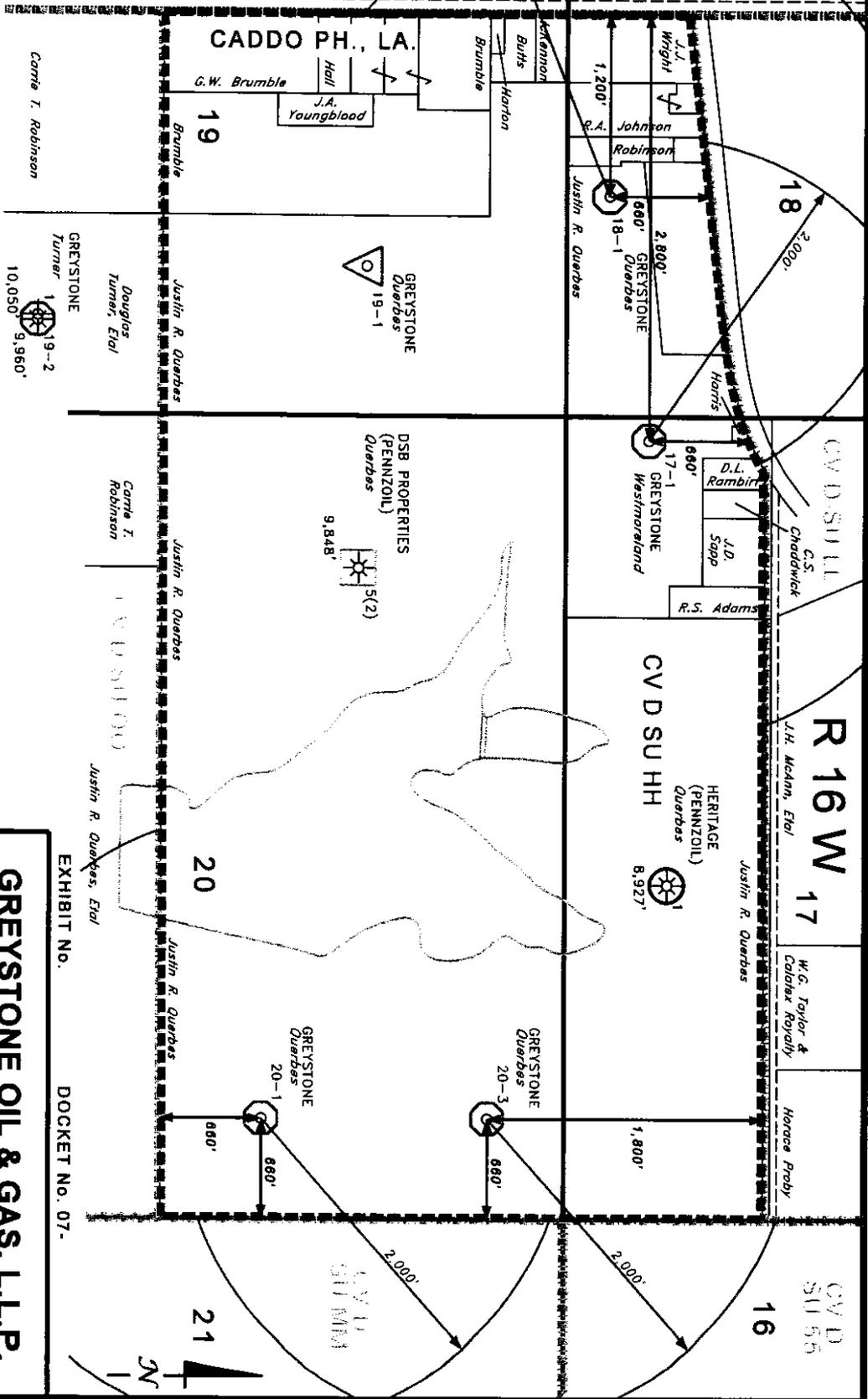
Yours very truly,

David L. Smelley
-- Attorney for Greystone Oil & Gas, L.L.P.

DLS:dp
Enclosures
cc: Mr. Jim Broussard (w/encls.)
Mr. Carl Drews (w/encls.)
Mr. Joe Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)

T 16 N

PANOLA CO., TX.

CADDO PH., LA.



○ - PROPOSED ALTERNATE UNIT WELLS

□ - SUBSTITUTE UNIT WELL AS PER SUPPLEMENT 270-BB

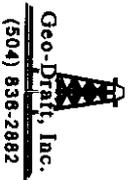
○ - UNIT WELL

▽ - ALTERNATE UNIT WELL

■ - EXISTING CV D UNITS

NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.

NOTE: 2,000' RADIUS MEASURED INTO ADJACENT UNITS.



Geo-Draft, Inc.
(504) 838-2882

GREYSTONE OIL & GAS, L.L.P.

GREENWOOD - WASKOM FIELD
CADDO PARISH, LOUISIANA

Proposed Alternate Unit Wells
CV D SU HH

Date:



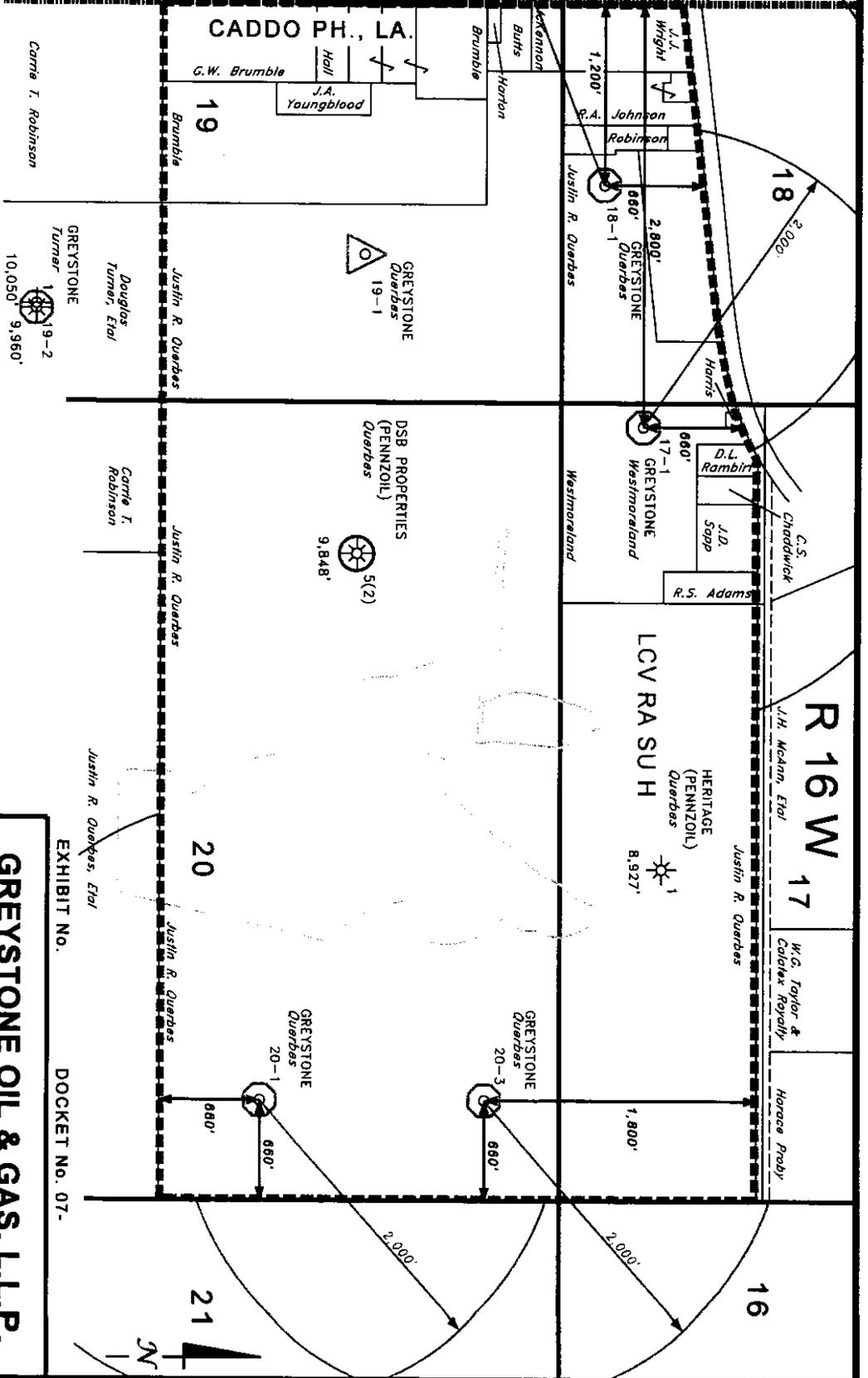
Geology: JOE B. ADAMS

EXHIBIT No. DOCKET No. 07.

T 16 N

PANOLA CO., TX.

CADDO PH., LA.

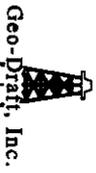


- - PROPOSED ALTERNATE UNIT WELLS
 - - UNIT WELL
 - △ - SUBSTITUTE UNIT WELL
- APD 270-V-2 SUPPLEMENT
EFFECTIVE: 7/24/07

----- - EXISTING LCV UNIT

NOTE: ALL UNIT BOUNDARIES
ARE GEOGRAPHIC.

NOTE: 2,000' RADIUS MEASURED
INTO ADJACENT UNITS.



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EXHIBIT NO.

DOCKET NO. 07-

GREYSTONE OIL & GAS, L.L.P.

GREENWOOD - WASKOM FIELD CADDO PARISH, LOUISIANA

Proposed Alternate Unit Wells

LCV RA SU H

Date:



Geology: JOE B. ADAMS

T 16 N

PANOLA CO., TX.

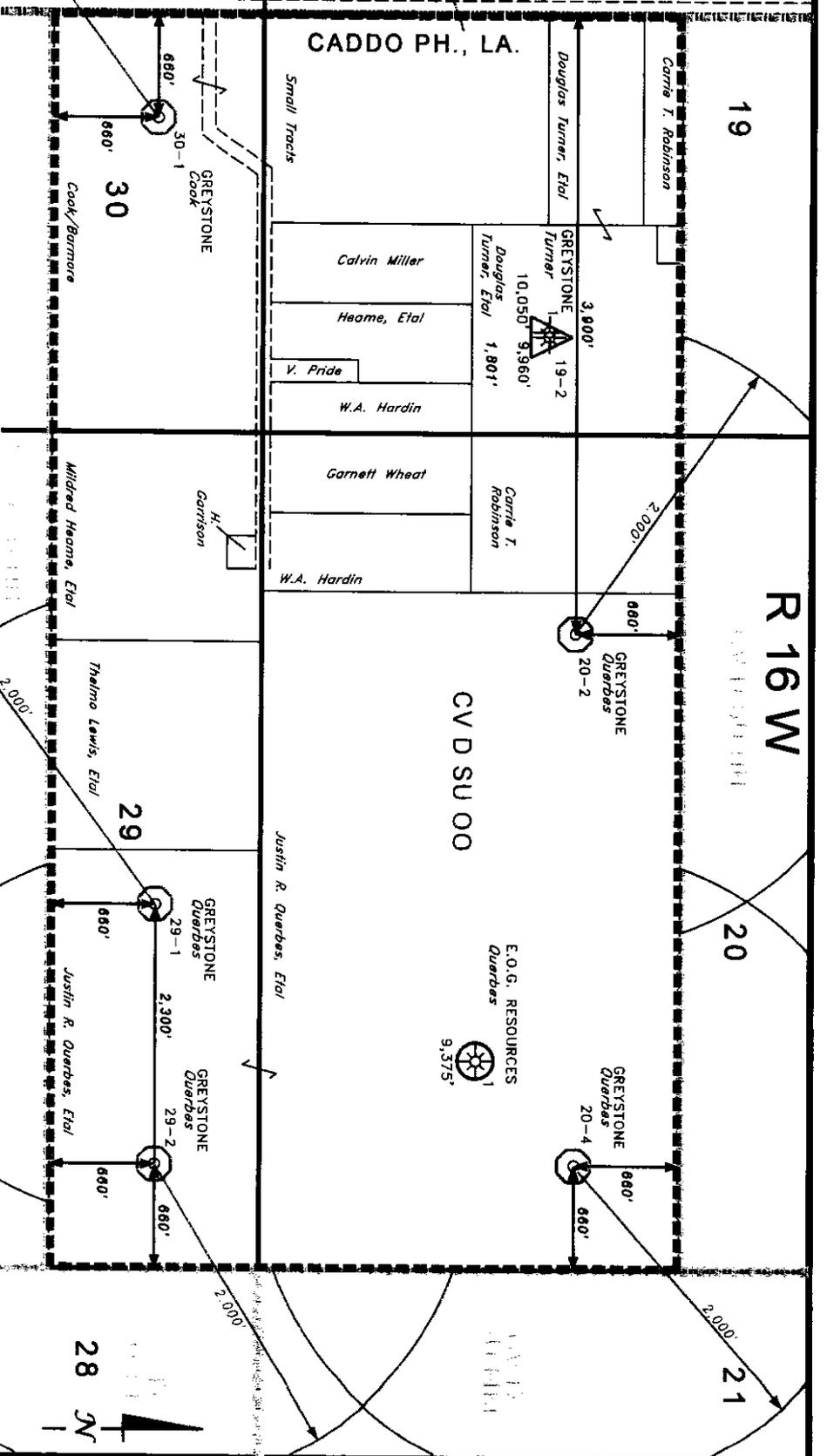
CADDO PH., LA.

19

R 16 W

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21



- - PROPOSED ALTERNATE UNIT WELLS
- - UNIT WELL
- - - APPROVED ALTERNATE UNIT WELL
- △ - SUBSTITUTE UNIT WELL
- - - - - EXISTING CV D UNITS

NOTE: ONLY WELLS BELOW
7,000' ARE SHOWN.

NOTE: ALL UNIT BOUNDARIES
ARE GEOGRAPHIC.

NOTE: 2,000' RADIUS MEASURED
INTO ADJACENT UNITS.



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GREYSTONE OIL & GAS, L.L.P.

GREENWOOD - WASKOM FIELD
CADDO PARISH, LOUISIANA

Proposed Alternate Unit Wells
CV D SU 00



Date:

Geology: JOE B. ADAMS

T 16 N

PANOLA CO., TX.

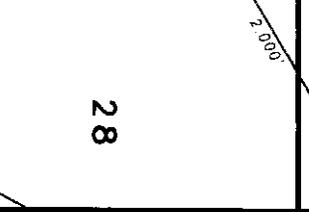
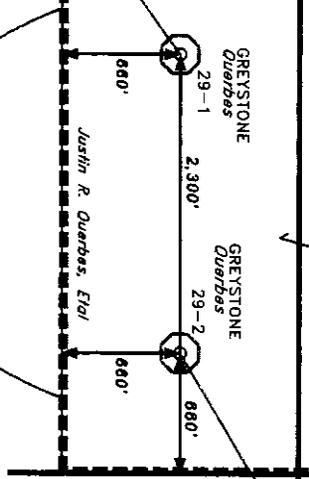
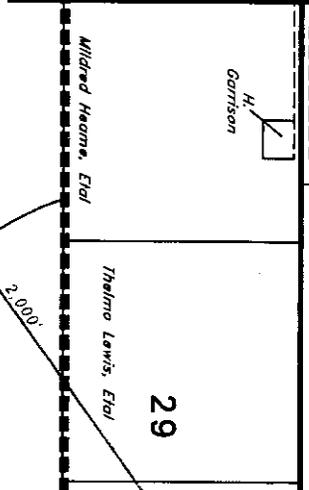
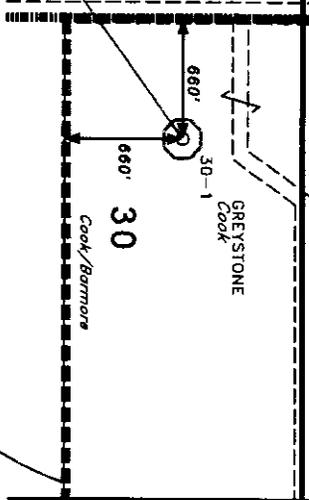
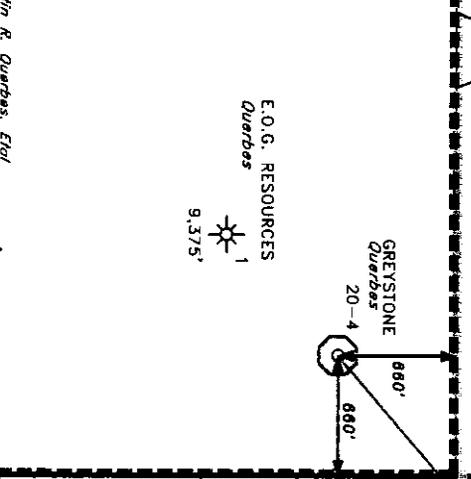
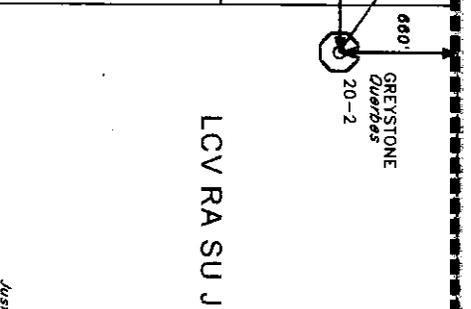
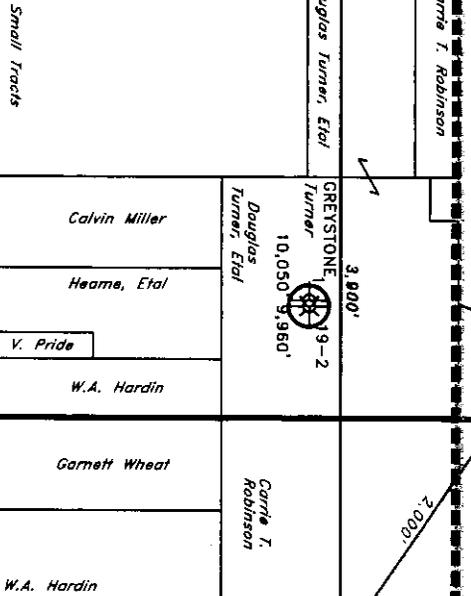
CADDO PH., LA.

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R 16 W

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- PROPOSED ALTERNATE UNIT WELLS
 - UNIT WELL
 - EXISTING LCV UNITS

NOTE: ONLY WELLS BELOW
 7,000' ARE SHOWN.

NOTE: ALL UNIT BOUNDARIES
 ARE GEOGRAPHIC.

NOTE: 2,000' RADIUS MEASURED
 INTO ADJACENT UNITS.

E.O.G. RESOURCES
 Querbas
 9,375'



EXHIBIT No.

DOCKET No. 07-

GREYSTONE OIL & GAS, L.L.P.

GREENWOOD - WASKOM FIELD
 CADDO PARISH, LOUISIANA

Proposed Alternate Unit Wells
LCV RA SU J



Date: