

**COOK, YANCEY, KING & GALLOWAY**

**A PROFESSIONAL LAW CORPORATION**

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December 14, 2006

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When calling relative to this  
matter, refer to file No. 1437.

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

RE: **Hosston Formation, Reservoir A**  
**Cotton Valley Formation, Reservoir A**  
**Caspiana Field**  
**Caddo Parish, Louisiana**

**APPLICATION FOR PUBLIC HEARING**

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana:

1. To authorize KCS Resources, Inc. to drill, complete and utilize two additional alternate unit wells on each of HOSS RA SU64 and CV RA SU64 at the locations in Section 33-T15N-R12W, Caddo Parish, Louisiana, shown on the attached plats;
2. To approve the proposed alternate unit wells as exceptions, as necessary, to the well location provisions of Office of Conservation Order No. 191-B, as to the Hosston Formation, Reservoir A, and Office of Conservation Order No. 191-A, as to the Cotton Valley Formation, Reservoir A.
3. To find that the proposed alternate unit wells are necessary to efficiently and effectively drain a portion of the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, underlying the respective units which cannot be efficiently and effectively drained by any other well located on said units;
4. To authorize the unit allowable for these Hosston Formation, Reservoir A, and Cotton Valley Formation, Reservoir A, units to be recovered from the any of the wells located on the units, at the discretion of the operator;
5. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

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The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto and Red River Parishes, Louisiana, was defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto and Red River Parishes, Louisiana, was defined in Office of Conservation Order No. 191-A, effective February 15, 1975, and was further defined in Order No. 191-A-5, effective February 22, 1983.

The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Ron Tuminello, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

The list attached to the copy of this letter being sent to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plats attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed are the application fees.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

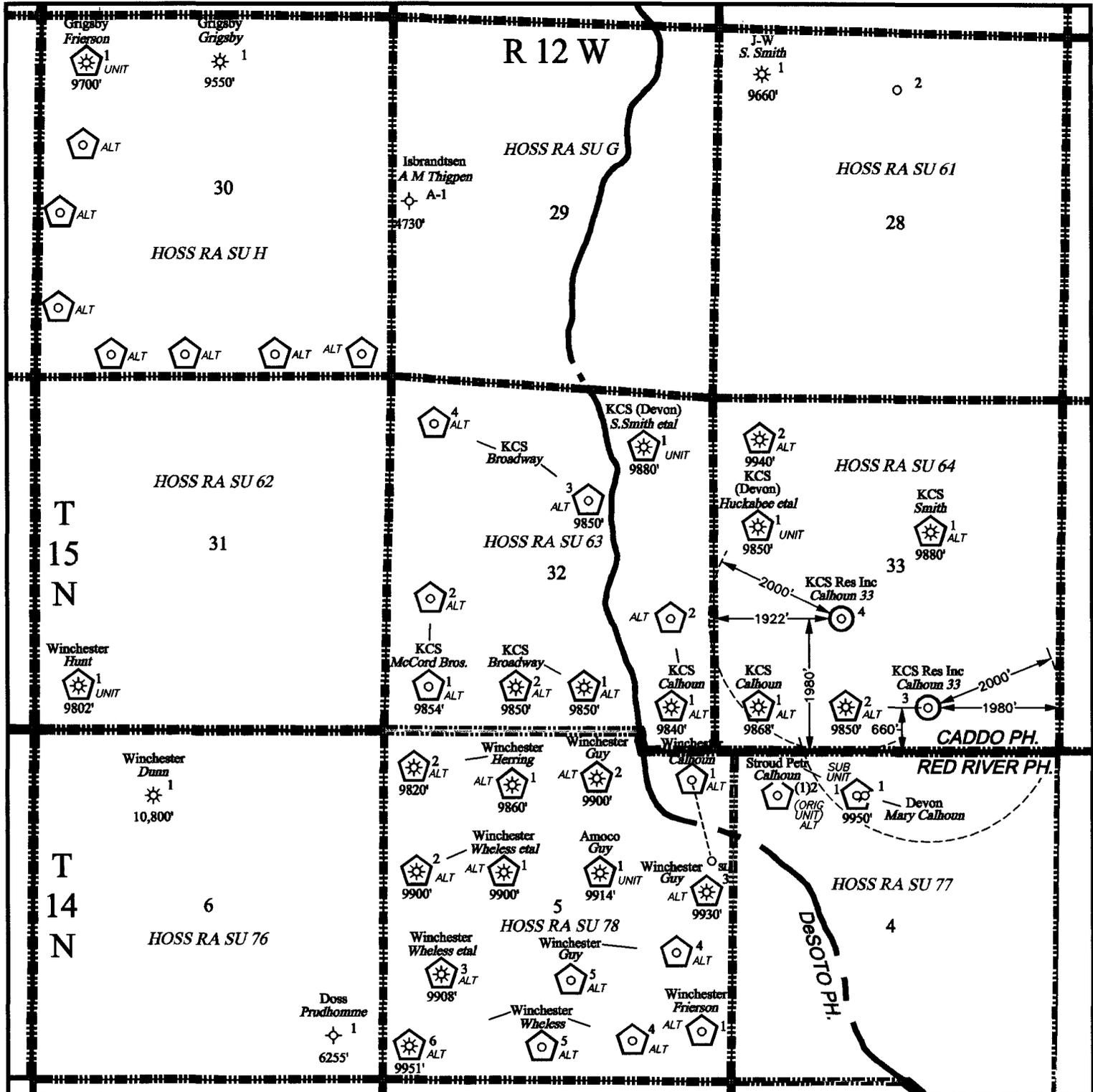


J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager  
Interested Owners, Represented  
Parties and Interested Parties  
Mr. Craig Barclay  
Mr. Ron Tuminello

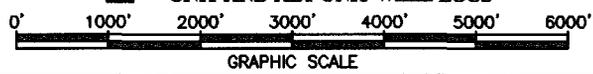


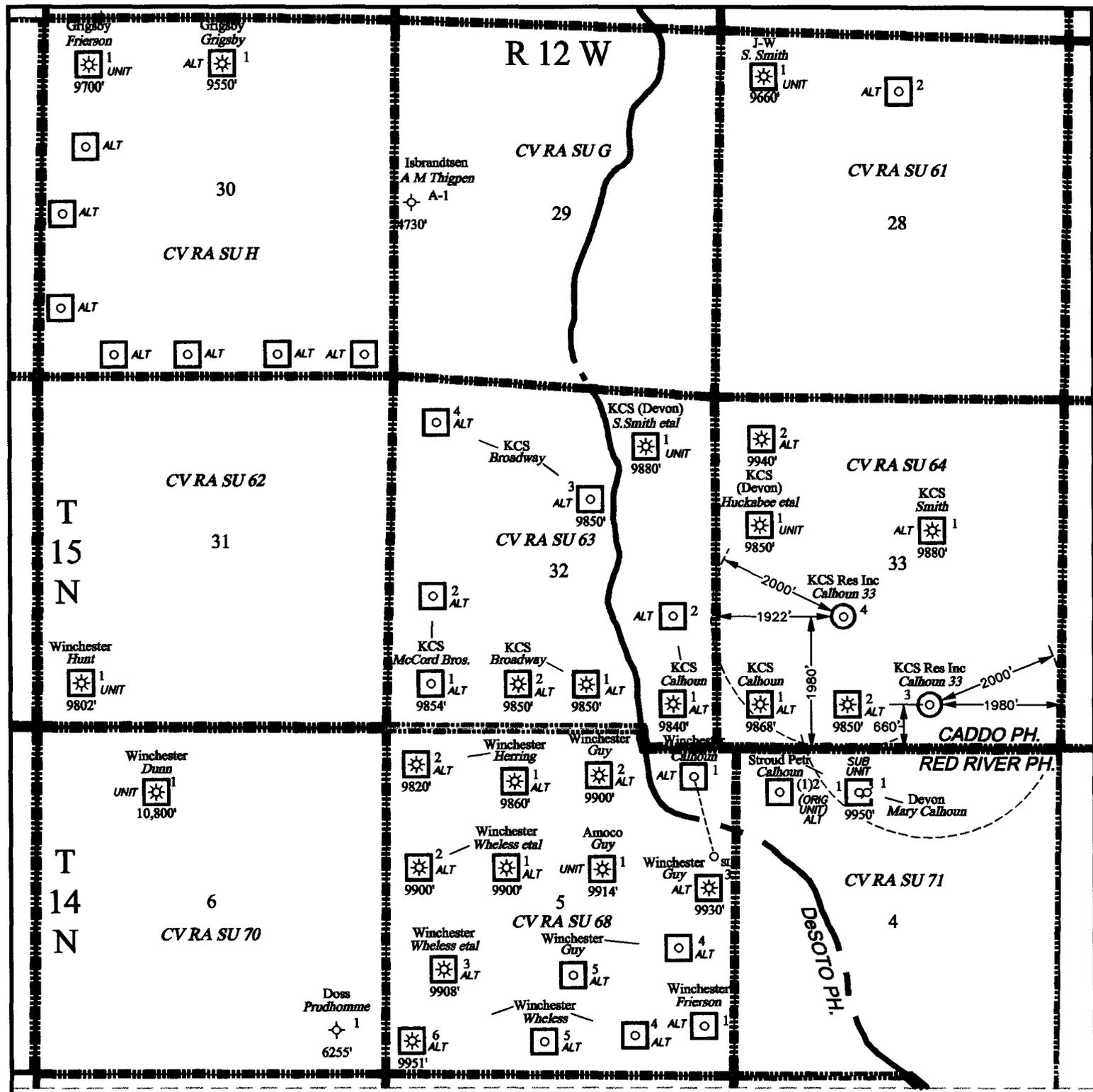
**KCS RESOURCES, INC.**  
TULSA, OKLAHOMA

**CASPIANA FIELD**  
CADDO PARISH, LOUISIANA

**PROPOSED  
ALTERNATE UNIT WELLS FOR  
HOSS RA SU 64**

- : EXISTING UNITS
- : EXISTING HOSS RES A UNIT AND ALT UNIT WELLS
- : APPROVED HOSS RES A UNIT AND ALT UNIT WELL LOCS
- : PROPOSED ALTERNATE UNIT WELLS





**KCS RESOURCES, INC.**  
TULSA, OKLAHOMA

**CASPIANA FIELD**  
CADDO PARISH, LOUISIANA

**PROPOSED  
ALTERNATE UNIT WELLS FOR  
CV RA SU 64**

----- : EXISTING UNITS

- : EXISTING CV RES A UNIT AND ALT UNIT WELLS
- : APPROVED CV RES A UNIT AND ALT UNIT WELL LOCS

- : PROPOSED ALTERNATE UNIT WELLS

