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May 30, 2008

OF COUNSEL
WILLIAM G. CONLY

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 Formation, Reservoir A; Cotton Valley Formation, Reservoir A; and Haynesville Zone, Reservoir A; BETHANY-LONGSTREET FIELD, DeSoto Parish, Louisiana.

Dear Sir:

CORONADO ENERGY E&P COMPANY, L.L.C. ("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 Formation, Reservoir A; to the Cotton Valley Formation, Reservoir A; and to the Haynesville Zone, Reservoir A; all in the Bethany-Longstreet Field, DeSoto Parish, Louisiana:

1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A, such units being shown on an attached plat and being designated HOSS RA SU95 and HOSS RA SU96.
2. To create two (2) 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 shown on an attached plat and being designated CV RA SU107 and CV RA SU108.
3. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, such units being shown on an attached plat and being designated HA RA SUU through HA RA SUX.
4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed 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.
5. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
6. To redefine the Haynesville Zone, Reservoir A, insofar and only insofar as to the additional units proposed herein, as being that gas and condensate bearing interval encountered

between the depths of 10,230 feet and 11,730 feet (electrical log measurements) in the Coronado Energy E&P Company, L.L.C.--Miller Land Co. Ltd. 10 No. 1 Well, located in Section 10, Township 13 North, Range 16 West, DeSoto Parish, Louisiana.

7. To extend the provisions of previous Orders issued by the Office of Conservation approving the downhole combination of production from the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, as to HOSS RA SU6 and CV RA SU96 and as to HOSS RA SU5 and CV RA SU104, so as to include production from the Haynesville Zone, Reservoir A, as to HA RA SUU and HA RA SUV.

8. To approve the downhole combination of production from the Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A, and the Haynesville Zone, Reservoir A, or any combination thereof, in any well drilled on HOSS RA SU95, CV RA SU107 and HA RA SUW and on HOSS RA SU96, CV RA SU108 and HA RA SUX, in which the interests in the units from which production is combined downhole are identical.

9. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289, effective October 1, 1954, as amended and supplemented by the Order No. 289-A series of Orders, and of all applicable Statewide Orders, to the proposed additional units for the Hosston Formation, Reservoir A.

10. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289-J, effective March 1, 1974, as amended and supplemented by the Order No. 289-J series of Orders, and of all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.

11. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289-R, effective April 1, 2008, and of all applicable Statewide Orders, to the proposed additional units for the Haynesville Zone, Reservoir A.

12. To consider such other matters as may be pertinent to any of these proposals.

The Hosston Formation, Reservoir A, in the Bethany-Longstreet Field, was initially defined in Office of Conservation Order No. 289, effective October 1, 1954, and was further defined in Office of Conservation Order No. 289-A-g-2, effective April 14, 1977.

The Cotton Valley Formation, Reservoir A, in the Bethany-Longstreet Field, was initially defined in Office of Conservation Order No. 289-J, effective March 1, 1974, and was further defined in Order No. 289-J-1, effective April 14, 1977.

The Haynesville Zone, Reservoir A, in the Bethany-Longstreet Field, was defined in Office of Conservation Order No. 289-R, effective April 1, 2008.

Any pertinent data concerning this application will be available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 N. Causeway Blvd., Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect any such data should call Mr. Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any

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May 30, 2008
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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.

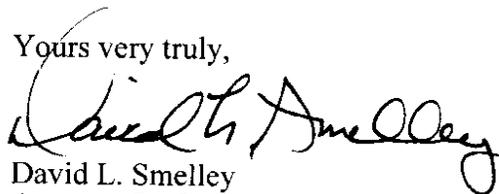
By letter dated May 14, 2008, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and set June 5, 2008, as the tentative date for the pre-application conference. No request for the conference was received within ten (10) days after the date of said letter; therefore, no pre-application conference will be held. Applicant has revised its proposals from those set out in the Pre-Application Notice to request that the Haynesville Zone, Reservoir A, be redefined as to the proposed additional units for that zone in the manner set forth above. Should any party desire to discuss such redefinition, they should call the undersigned at (318) 429-7200.

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 unit plats showing the units proposed to be created (which are identical to the plats attached to the pre-application notice) is enclosed herewith, and a copy of this letter and of the attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to 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 Bethany-Longstreet 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

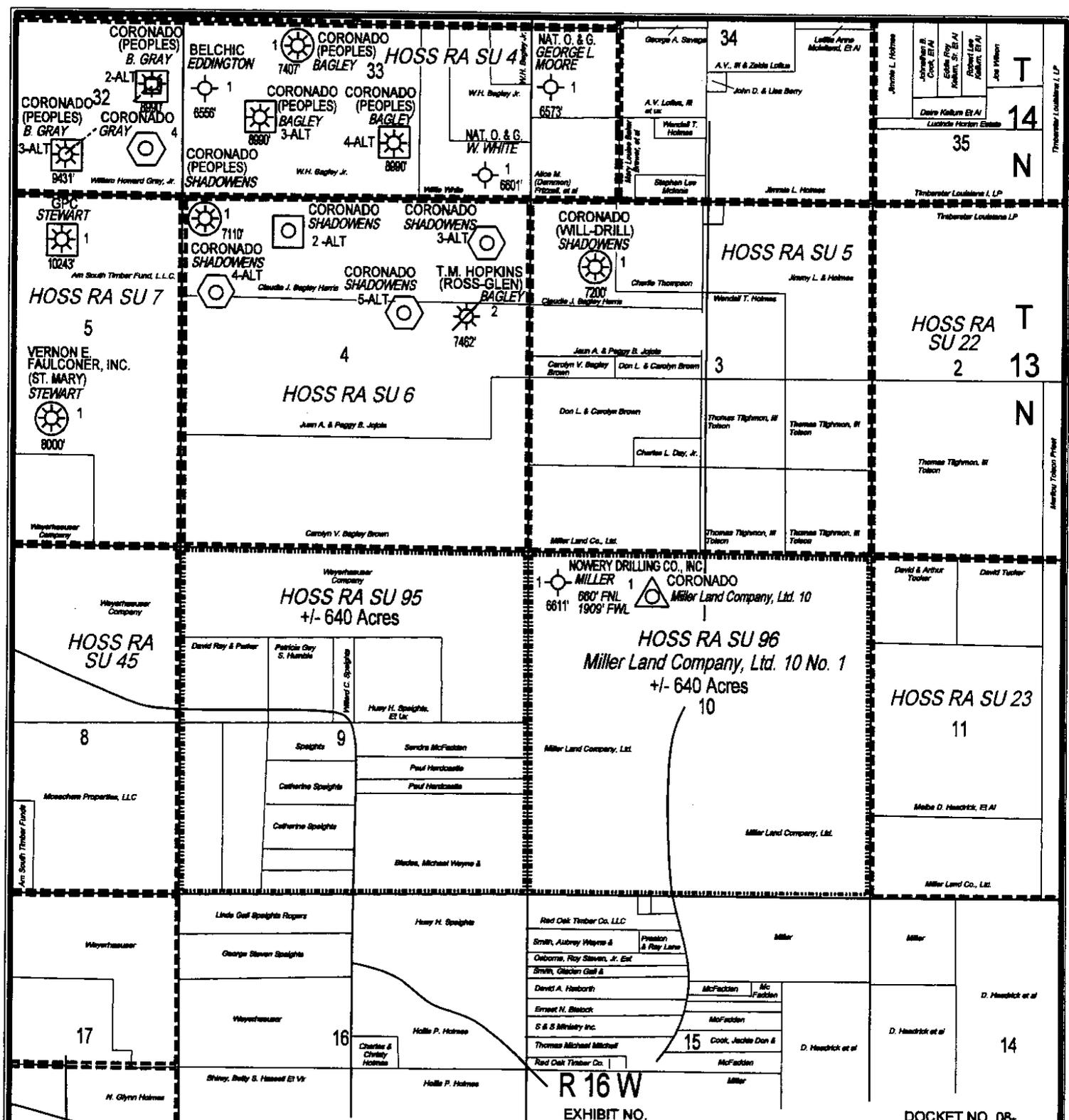
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Attorney for Coronado Energy E&P Company, L.L.C.

DLS:dp

Enclosures

cc: Mr. James C. Broussard (w/encls.)
Mr. Jerry Webb (w/encls.)
Mr. Jesse Anderson (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plats only)



LEGEND

- HOSSTON RA UNITS AS PER 289-A-g SERIES
- PROPOSED UNIT
- UNIT WELL
- △ PROPOSED UNIT WELL
- ALTERNATE UNIT WELL
- ⬡ PENDING ALTERNATE UNIT WELL

WELLS 8000' OR SHALLOWER REMOVED FROM BASE

**CORONADO ENERGY
E & P COMPANY, L.L.C.**

BETHANY-LONGSTREET FIELD
DESOTO PARISH, LOUISIANA

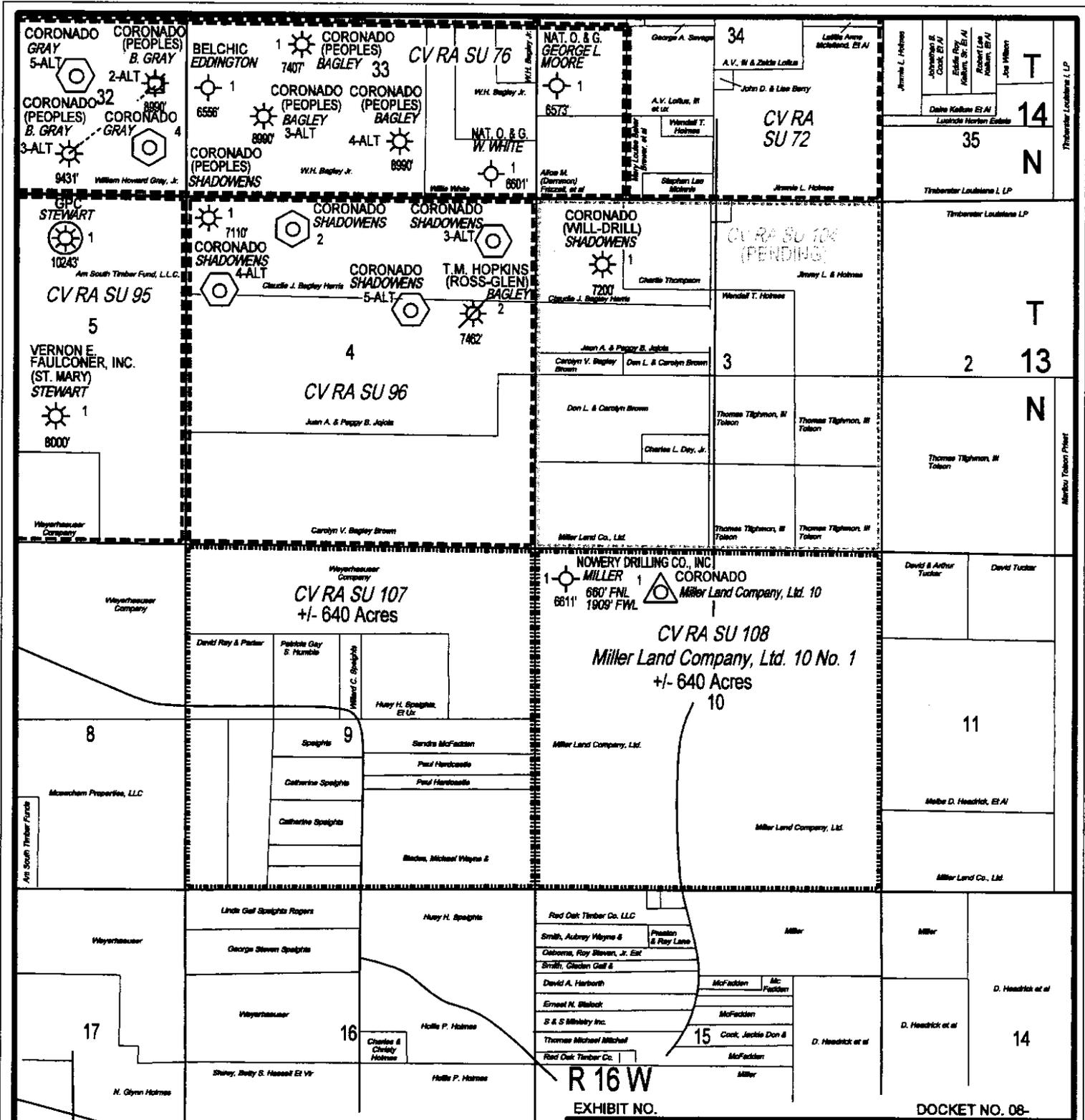
PROPOSED UNIT PLAT
HOSSTON FORMATION, RESERVOIR A

0 2000' 4000' 8000'

DATE: _____

BLS CORO SEC 344 10-08 DGN

LOUIS GILBERT & ASSOCIATES, INC.



LEGEND

--- COTTON VALLEY RA UNITS AS PER 289-J SERIES

..... PROPOSED UNIT

○ UNIT WELL

△ PROPOSED UNIT WELL

□ ALTERNATE UNIT WELL

⬡ PENDING UNIT WELL

⬠ PENDING ALTERNATE UNIT WELL

WELLS 6000' OR SHALLOWER REMOVED FROM BASE

EXHIBIT NO. CORONADO ENERGY E & P COMPANY, L.L.C.

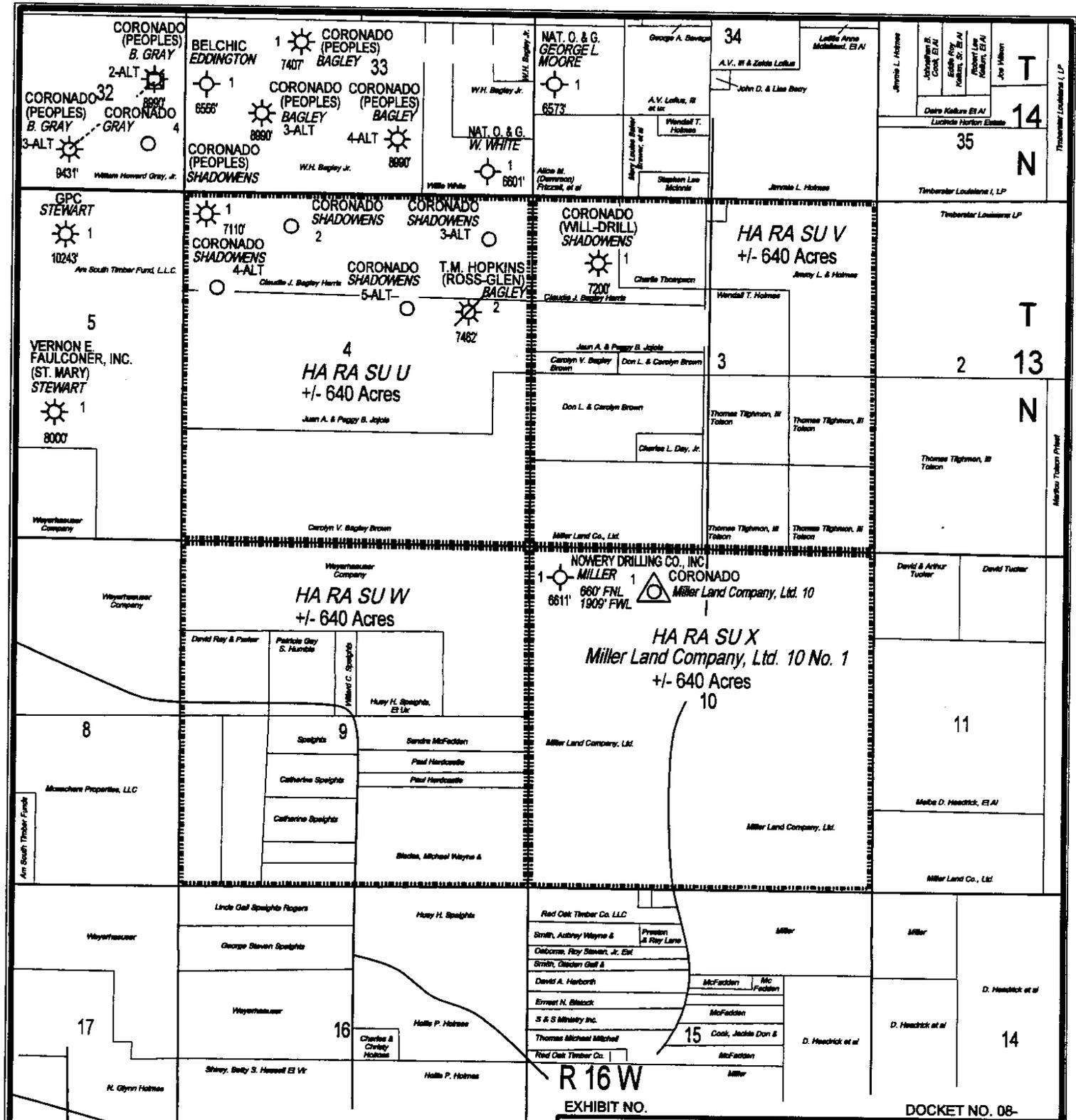
BETHANY-LONGSTREET FIELD
DESOTO PARISH, LOUISIANA

PROPOSED UNIT PLAT
COTTON VALLEY FORMATION, RESERVOIR A

0 2000' 4000' 6000'

DATE: _____ BELSCOR0SEC348-10-08.DGN

LOUIS GILBERT & ASSOCIATES, INC.



LEGEND

 PROPOSED UNIT
 PROPOSED UNIT WELL

WELLS 6000' OR SHALLOWER
REMOVED FROM BASE

EXHIBIT NO. R 16 W
DOCKET NO. 08-

**CORONADO ENERGY
E & P COMPANY, L.L.C.**

BETHANY-LONGSTREET FIELD
 DESOTO PARISH, LOUISIANA

PROPOSED UNIT PLAT
HAYNESVILLE ZONE, RESERVOIR A



DATE: _____ BELSCOR0SEC348-10-08.DGN

LOUIS GILBERT & ASSOCIATES, INC.