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June 3, 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.

Haynesville Zone, Reservoir A, NORTH GRAND
CANE FIELD, DeSoto Parish, Louisiana.

Dear Sir:

BEUSA ENERGY, 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 Haynesville Zone, Reservoir A, in the North Grand Cane Field, DeSoto Parish, Louisiana:

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To create four (4) 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 the attached plats and being designated HA RA SUA through HA RA SUD.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units 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 units as may be appropriate.
5. To propose that future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the units proposed herein be located no closer than 330 feet to any unit line and no closer than 660 feet to any well completed in, drilling to, or for which a permit has been granted to drill to the Haynesville Zone.
6. To expand the provisions of Office of Conservation Order No. 855-1, effective February 13, 2007, and Order No. 855-2, effective August 28, 2007, authorizing downhole

combination of production from the Hosston Formation, Reservoir B, and the Cotton Valley Formation, Reservoir A, with respect to previously created units for such formations which are identical to the units proposed herein for the Haynesville Zone, Reservoir A, so as to include production from the Haynesville Zone, Reservoir A, in any well in which the interests in the units from which production is to be combined downhole are identical.

7. To define the Haynesville Zone, Reservoir A, as that interval encountered between the measured depths of 10,248 feet and 11,867 feet in the Bridas Energy--DeSoto Oil & Gas Trust 18 No. 1 Well located in Section 18, Township 12 North, Range 14 West, DeSoto Parish, Louisiana.

8. To consider such other matters as may be pertinent to the Haynesville Zone, Reservoir A.

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 such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

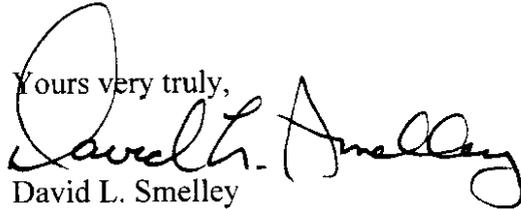
By letter dated May 20, 2008, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and set June 12, 2008, as the tentative date for the pre-application conference. No request for the conference was received within ten (10) days after the date of said letter; therefore, no pre-application conference will be held.

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 North Grand Cane 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.

Honorable James H. Welsh
June 3, 2008
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Finally, enclosed herewith is our check payable to the Office of Conservation covering the application fee.

Yours very truly,

David L. Smelley

--- Attorney for Beusa Energy, Inc.

DLS:dp
Enclosures

cc: Mr. James C. Broussard (w/encls.)
Ms. Linda McGowen (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plats only)

R-15-W

1

R-14-W

5

6

4

WHP
Patterson

A. Hall
3-25-07

James Brodberry

Cemetery

Blunt

Calvin
Johnson, et al

Druzalka
Mahorn, et al

Calvin
Howard, et al

Oscar B.
Smith, et al

Mandy Crowell
Estate

B. Mason

LA. GENERAL PETROLEUM CORP.
Wagner

Church

Wagner et al

Wagner et al

Wagner et al

Blunt

8

BRIDAS ENERGY
L.C. Blunt, Jr. 17



10500

Patsy Miller Kennedy

F.A. Hoell, et al

Mary Hudson

16

12

James C. Hearns

James F. Lowrey



7784

HA RA SU A
Desoto Oil & Gas Trust 18 No. 1
+/- 640 Acs.

18

Desoto Properties

HA RA SU B
Desoto Oil & Gas
Trust 17 No. 1
+/- 640 Acs.

17

660' FSL
660' FWL

BRIDAS ENERGY
Desoto Oil &
Gas Trust 17



12800

William H. Cook, et ux

T
12
N

13

Desoto O & G Trust

Desoto O & G Trust

COMETOCK
DEBOTO OIL & GAS TR
SALT



8000

Desoto O & G Trust

BP AMERICA
(PHILLIPS)
GILLLAND



8200

19

Desoto O & G Trust

El Paso Minerals

Desoto O & G Trust

Desoto O & G Trust

21

Bobby James
Turner et ux

24

20

25

30

EXHIBIT No.

DOCKET No. 08-

BEUSA ENERGY, INC.

NORTH GRAND CANE FIELD
DESOTO PARISH, LOUISIANA

Proposed Unit Plat
HAYNESVILLE ZONE,
RESERVOIR A

0' 2000' 4000' 6000'

Date:

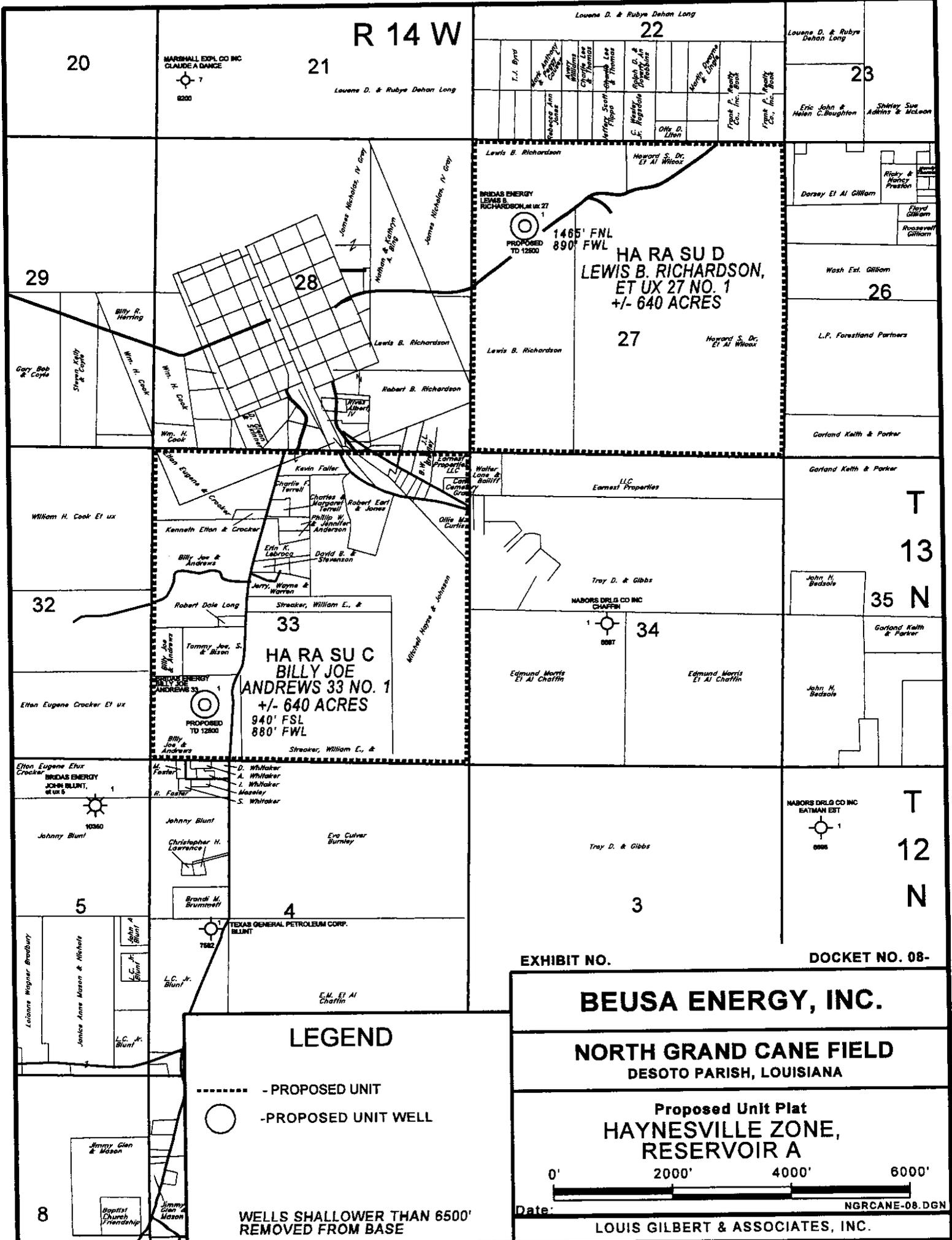
NGCHAYNS18-08.DGN

LOUIS GILBERT & ASSOCIATES, INC.

LEGEND

- - PROPOSED UNIT
- - PROPOSED UNIT WELL

NOTE: WELLS SHALLower THAN
6000' REMOVED FROM BASE



R 14 W

20

21

22

23

29

28

1465' FNL
890' FWL
PROPOSED TO 12800

HA RA SU D
LEWIS B. RICHARDSON,
ET UX 27 NO. 1
+/- 640 ACRES

27

26

32

33

HA RA SU C
BILLY JOE
ANDREWS 33 NO. 1
+/- 640 ACRES
940' FSL
880' FWL

34

T
13

35 N

T
12

N

EXHIBIT NO.

DOCKET NO. 08-

BEUSA ENERGY, INC.

**NORTH GRAND CANE FIELD
DESOTO PARISH, LOUISIANA**

**Proposed Unit Plat
HAYNESVILLE ZONE,
RESERVOIR A**



Date: _____ NGRCAINE-08.DGN

LOUIS GILBERT & ASSOCIATES, INC.

LEGEND

- - - - - PROPOSED UNIT
- PROPOSED UNIT WELL

WELLS SHALLOWER THAN 6500'
REMOVED FROM BASE