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June 16, 2008

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 B; BETHANY-LONGSTREET 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 Hosston Formation, Reservoir A; the Cotton Valley Formation, Reservoir A; and to the Haynesville Zone, Reservoir B; in the Bethany-Longstreet Field, DeSoto Parish, Louisiana:

1. To create eight (8) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir B, such units being shown on an attached plat and being designated HA RB SUM through HA RB SUT.

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 a unit operator of, and unit wells for, the proposed additional units as may be appropriate.

4. To expand the provisions of Office of Conservation Order Nos. 289-23, 289-26 and 289-29, authorizing downhole combination of production from the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, with respect to previously created units for such formations which are identical to the additional proposed units HA RB SUM through HA RB SUR, so as to include production from the Haynesville Zone, Reservoir B, in any well in which the interests in the units from which production is to be combined downhole are identical.

5. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A; the Cotton Valley Formation, Reservoir A; and the Haynesville Zone, Reservoir B; or any combination thereof, in any well drilled on existing HOSS RA SU37, CV RA SU57 and proposed HA RB SUS, and on existing HOSS RA SU38, CV RA SU58 and proposed HA RB SUT, in which the interests in the units from which production is to be combined downhole are identical.

6. To redefine the Haynesville Zone, Reservoir B, as to the eight (8) additional units proposed herein, as to the existing unit designated HA RB SUA and as to the pending units designated HA RB SUB through HA RB SUG, which are the subject of Docket Nos. 08-809 and 08-924, all fifteen (15) of these proposed, existing and pending units being shown on an attached plat, as that gas and condensate bearing interval encountered between the depths of 10,260 feet and 11,860 feet (electrical log measurements) in the Brides Energy USA, Inc.--David Mason 27 No. 1 Well, located in Section 27, Township 13 North, Range 15 West, DeSoto Parish, Louisiana.

7. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289-R-1, effective April 29, 2008, to the proposed additional units for the Haynesville Zone, Reservoir B.

8. To consider such other matters as may be pertinent to 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 B, in the Bethany-Longstreet Field, was defined in Office of Conservation Order No. 289-R-1, effective April 29, 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. 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 <u>at the expense of the requesting party</u>.

By letter dated June 4, 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 27, 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; <u>therefore, no pre-application conference will be held</u>.

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 proposed additional units, the existing unit and the pending units (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.

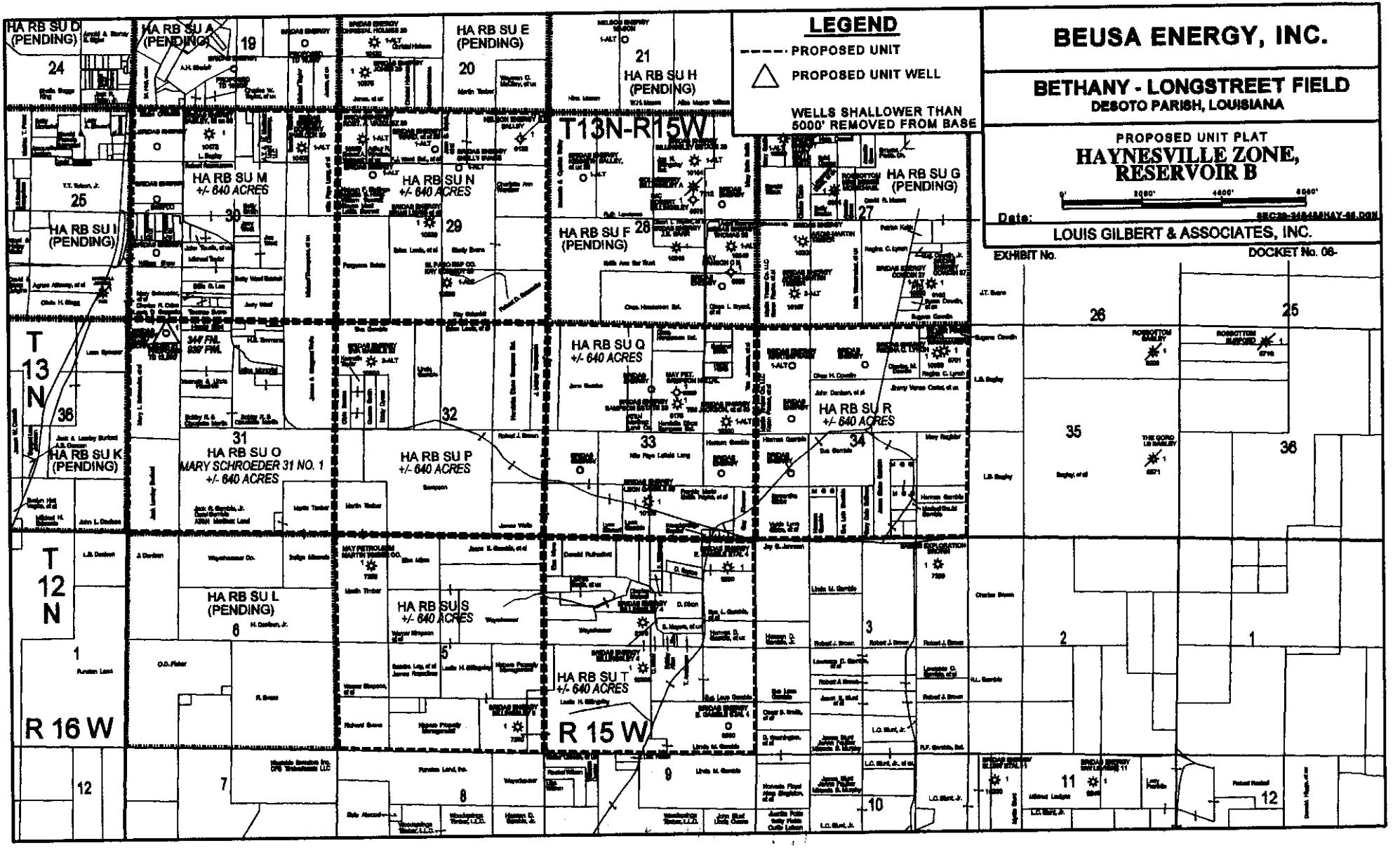
Yours very truly,

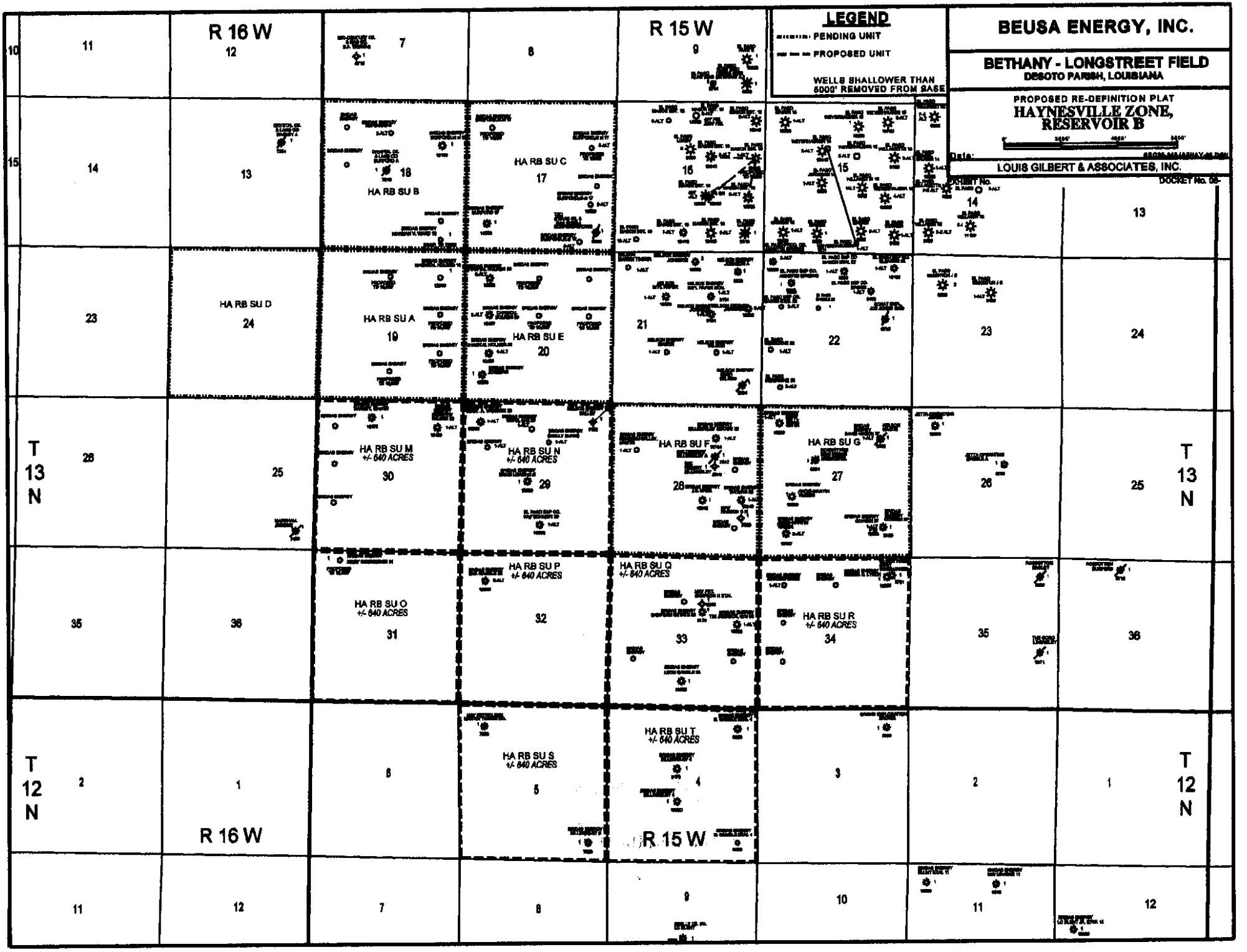
David L. Smelley

-- Attorney for Beusa Energy, Inc.

DLS:dp
Enclosures

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


LEGEND
PROPOSED UNIT
PROPOSED UNIT WELL
WELLS SHALLOWER THAN 5000' REMOVED FROM BASE
BEUSA ENERGY, INC.
BETHANY - LONGSTREET FIELD
DESOTO PARISH, LOUISIANA
PROPOSED UNIT PLAT
HAYNESVILLE ZONE, RESERVOIR B
Date:
LOUIS GILBERT & ASSOCIATES, INC.
EXHIBIT No.
DOCKET No. 08-
T13N-R15W
T 13 N
T 12 N
R 16 W
R 15 W
HA RB SU D (PENDING)
HA RB SU A (PENDING)
HA RB SU E (PENDING)
HA RB SU H (PENDING)
HA RB SU G (PENDING)
HA RB SU I (PENDING)
HA RB SU F (PENDING)
HA RB SU K (PENDING)
HA RB SU L (PENDING)
HA RB SU M +/- 640 ACRES
HA RB SU N +/- 640 ACRES
HA RB SU O MARY SCHROEDER 31 NO. 1 +/- 640 ACRES
HA RB SU P +/- 640 ACRES
HA RB SU Q +/- 640 ACRES
HA RB SU R +/- 640 ACRES
HA RB SU S +/- 640 ACRES
HA RB SU T +/- 640 ACRES


LEGEND
PENDING UNIT
PROPOSED UNIT
WELLS SHALLOWER THAN 5000' REMOVED FROM BASE
BEUSA ENERGY, INC.
BETHANY - LONGSTREET FIELD
DESOTO PARISH, LOUISIANA
PROPOSED RE-DEFINITION PLAT
HAYNESVILLE ZONE, RESERVOIR B
Date:
LOUIS GILBERT & ASSOCIATES, INC.
EXHIBIT No.
DOCKET No. 08-
R 16 W
R 15 W
T 13 N
T 12 N
HA RB SU A
HA RB SU B
HA RB SU C
HA RB SU D
HA RB SU E
HA RB SU F
HA RB SU G
HA RB SU M +/- 640 ACRES
HA RB SU N +/- 640 ACRES
HA RB SU O +/- 640 ACRES
HA RB SU P +/- 640 ACRES
HA RB SU Q +/- 640 ACRES
HA RB SU R +/- 640 ACRES
HA RB SU S +/- 640 ACRES
HA RB SU T +/- 640 ACRES