GORDON
MCCOLLAM DUPLANTIS
& EAGAN LLP

B.J. Duplantis
bduplantis@gordonarata.com

P.O. Box 81829 (Zip 70598-1829)
400 East Kaliste Saloom Road, Suite 4200
Lafayette, Louisiana 70508-8517
(337) 237-0132 · Fax (337) 237-3451
www.gordonarata.com

July 15, 2008

Ref: 4814-26488

Honorable James H. Welsh
Commissioner of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Hearing Application
Austin Chalk Formation, Reservoir A
RATTAN FIELD
Sabine Parish, Louisiana
Applicant: Stonegate Production Company, LLC

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **Stonegate Production Company, L.L.C.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Austin Chalk Formation, Reservoir A, Rattan Field, Sabine Parish, Louisiana.

1. To create a single drilling and production unit of approximately 1440 acres for the Austin Chalk Formation, Reservoir A designated as the AUS C RA SUA in the Rattan Field, Sabine Parish, Louisiana, all as shown more particularly on the attached plat;

2. To establish rules and regulations governing the exploration for and production of oil and gas from the said sand unit;

3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;

4. To consider such other matters pertinent to this application as shown by the evidence presented at the hearing held on this matter.

The Austin Chalk Formation, in the Rattan Field, Sabine Parish, Louisiana is hereby defined as being that oil and gas bearing formation encountered between the measured depths of 6,963 feet and 7,150 feet (electrical log measurements) in the Spellman Prentice, et al-Olin Matheson No. 1 Well, located in Section 21, Township 4 North, Range 12 West, Sabine Parish, Louisiana, and the top of the Austin Chalk Formation is further defined as being at 6,875 feet (electrical log measurements) in the L. R. Resources (formerly Bray Drilling Co.)-Manville 10-16 No. 1 Well, (SN 103903), located in Section 10, Township 4 North, Range 12 West, Sabine Parish, Louisiana.

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, the Commissioner of Conservation, the District Manager of the Lafayette District of the Office of Conservation and all interested owners, represented parties and interested parties known to the applicant after a reasonable search were notified in writing in the pre-application notice dated July 3, 2008 that a conference to discuss the proposed application was tentatively scheduled for 10:00 a.m. on Thursday, July 24, 2008. It was stated at that time that this conference would be held only if a request to confer were received by the undersigned within ten (10) calendar days after the date of the pre-application notice. No requests to confer were received either in writing or by telephone and, in accordance with the Rules of Procedure, the tentatively scheduled conference **WILL NOT BE HELD**.

Attached hereto and made a part hereof is a plat outlining the AUS C RA SUA, Rattan Field, Sabine Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

Upon receipt of the legal notice in the captioned matter, the notice will be posted, published and mailed in accordance with Rule 7 of the Rules of Procedure.

Any pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. Art Christy of W. H. Robbins & Associates, 302 La Rue France, Suite 100, Lafayette, LA 70508 (337) 232-5004.

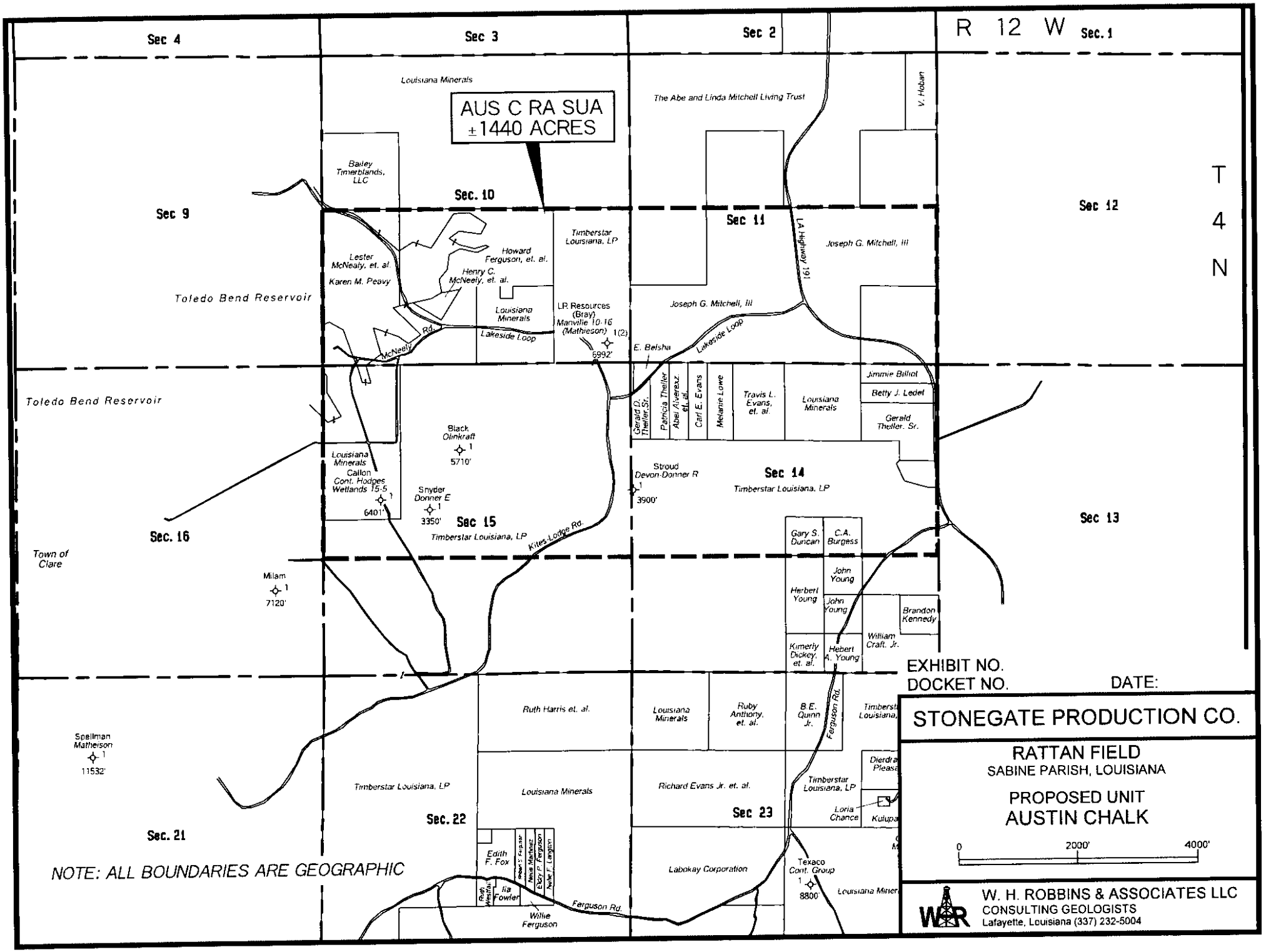
Finally, there is enclosed herewith our check on behalf of the applicant in the amount of $755.00, made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,

B. J. Duplantis

BJD/agl
Attachments
cc: Mr. James Broussard
District Manager
Office of Conservation

All Interested Owners, Represented Parties and
Interested Parties


R 12 W
T 4 N
Sec 4
Sec 3
Sec 2
Sec. 1
Sec 9
Sec. 10
Sec 11
Sec 12
Sec. 16
Sec 15
Sec 14
Sec 13
Sec. 21
Sec. 22
Sec 23
AUS C RA SUA
±1440 ACRES
Louisiana Minerals
The Abe and Linda Mitchell Living Trust
V. Hoban
Bailey Timerblands, LLC
Lester McNealy, et. al.
Karen M. Peavy
Howard Ferguson, et. al.
Henry C. McNeely, et. al.
Timberstar Louisiana, LP
Joseph G. Mitchell, III
LA Highway 191
Toledo Bend Reservoir
LP Resources (Bray) Manville 10-16 (Matheson) 1(2)
6992'
Lakeside Loop
McNeely Rd.
E. Belsha
Jimmie Billiot
Betty J. Ledet
Gerald Theller, Sr.
Gerald D. Theller, Sr.
Patricia Theller
Abel Alvarez, et. al.
Carl E. Evans
Melanie Lowe
Travis L. Evans, et. al.
Black Olinkraft 1
5710'
Louisiana Minerals
Callon Cont. Hodges Wetlands 15-5 1
6401'
Snyder Donner E 1
3350'
Stroud Devon-Donner R 1
3900'
Kites-Lodge Rd.
Town of Clare
Milam 1
7120'
Gary S. Duncan
C.A. Burgess
John Young
Herbert Young
Brandon Kennedy
William Craft, Jr.
Kimerly Dickey, et. al.
Hebert A. Young
Ruth Harris et. al.
Ruby Anthony, et. al.
B.E. Quinn Jr.
Ferguson Rd.
Spellman Matheison 1
11532'
Dierdra Pleasa
Richard Evans Jr. et. al.
Loria Chance
Kulupa
Edith F. Fox
Ruth Harris
Ila Fowler
Robert S. Ferguson
Nelia Marshall
Elroy F. Ferguson
Nellie F. Langston
Willie Ferguson
Labokay Corporation
Texaco Cont. Group 1
8800'
Louisiana Miner
NOTE: ALL BOUNDARIES ARE GEOGRAPHIC
EXHIBIT NO.
DOCKET NO.
DATE:
STONEGATE PRODUCTION CO.
RATTAN FIELD
SABINE PARISH, LOUISIANA
PROPOSED UNIT
AUSTIN CHALK
0
2000'
4000'
W. H. ROBBINS & ASSOCIATES LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004