

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, OCTOBER 7, 2008**, upon the application of **MATADOR PRODUCTION COMPANY.**

At such hearing the Commissioner of Conservation will 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 the Haynesville Zone, Reservoir A**, in the Thorn Lake Field, Red River Parish, Louisiana.

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A and to create a single drilling and production unit for the Hosston Formation, Reservoir A.
2. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
3. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
4. 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.
5. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
6. To propose that future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the unit 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, Reservoir A.
7. To propose that future wells drilled to the Hosston Formation, Reservoir A, within or outside of the unit 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 Hosston Formation, Reservoir A.
8. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, from the Cotton Valley Formation, Reservoir A and from the Haynesville Zone, Reservoir A, or any combination thereof, in any well drilled on the units proposed herein in which the ownership interests in the units from which production is combined downhole are identical.
9. To redefine the Cotton Valley Formation, Reservoir A, insofar and only insofar as to the proposed additional unit, as that gas and condensate bearing interval encountered between the depths of 8,871' and 9,930' (electrical log measurements) in the Matador Production Company-Blount Farms 2 No. 1 Well, located in Section 2, Township 14 North, Range 12 West.
10. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 1145, effective July 31, 1981, as amended and supplemented by the Order No. 1145-A Series of Orders, to the proposed additional unit for the Cotton Valley Formation, Reservoir A.
11. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A is defined as that gas and condensate bearing interval encountered between the depths of 6,333' and 8,871' (electrical log measurements) in the Matador Production Company-Blount Farms 2 No. 1 Well, located in Section 2, Township 14 North, Range 12 West.

The Cotton Valley Formation, Reservoir A was defined in Order No. 1145, effective July 31, 1981.

The Haynesville Zone, Reservoir A, is defined insofar and only insofar as to the proposed additional unit, as that gas and condensate bearing interval encountered between the depths of 9,930' and 11,963' (electrical log measurements) in the Matador Production Company-Blount Farms 2 No. 1 Well located in Section 2, Township 14 North, Range 12 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

8/26/08;8/30/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.