

GORDON

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August 25, 2007

Ref: 4199-23228

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

Re: Emergency Application
Marg Idi Sand, Reservoir A
Marg Idi Zone, Reservoir A
SOUTH ARNAUDVILLE FIELD
St. Martin Parish, Louisiana
Applicant: Caddo Management, Inc.

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 **Caddo Management, Inc.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the Marg Idi Sand, Reservoir A, and Marg Idi Zone, Reservoir A South Arnaudville Field, St. Martin Parish, Louisiana

1. To dissolve the existing drilling and production unit created as the Marg Idi Sand, Reservoir A, SUA by Office of Conservation Order No. 187-B, effective May 18, 1982, and to simultaneously create a revised single drilling and production unit of approximately 227 acres for the Marg Idi Zone, Reservoir A designated as the MARG I RA SUA in the South Arnaudville Field, St. Martin Parish, Louisiana, all as shown more particularly on the attached plat;
2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said revised 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 confirm Caddo Management, Inc. as operator and designate a unit for the MARG I RA SUA ;
5. To find that, except to the extent contrary in the order granted by the Commissioner of Conservation in connection with the hearing held on this application, the provisions of Office of Conservation No. 187-B remain in full force and effect, and

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

The Marg Idi Sand, Reservoir A, SUA in the South Arnaudville Field, St. Martin Parish, Louisiana was previously defined by Office of Conservation Order No. 187-B, effective May 18, 1982, and is hereby redefined as the Marg Idi Zone, Reservoir A, as being that gas and condensate bearing zone encountered between the measured depths of 8,400 feet and 8,494 feet (8,361' to 8,454' VD)(electrical log measurements) in the Lyons Petroleum-Dr. Sidney Frederick No. 1 Well (SN 176938), located in Section 38, Township 8 South, Range 5 East, St. Martin Parish, Louisiana and is further defined with a top of 8,341 feet measured depth and base of 8,457 feet in the Caddo Management-Dr. Sydney Frederick, et al No. 2 Well (SN 232159), located in Section 38, Township 8 South, Range 5 East, St. Martin Parish, Louisiana.

The Commissioner of Conservation has waived the twenty (20) day per-application notice requirement provided for in Rule 3 of the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation and that rule is not applicable to this hearing application.

A conference to discuss this application **WILL BE HELD** at 10:00 a.m. on Wednesday, September 10, 2008 in the offices of Gordon, Arata, McCollam, Duplantis & Eagan, 400 E. Kaliste Saloom Road, Suite 4200, Lafayette, LA 70508. (337) 237-0132.

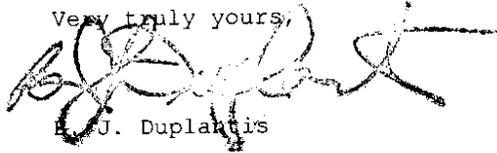
Attached hereto and made a part hereof is a plat outlining the MARG I RA SUA, South Arnaudville Field, St. Martin Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that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

A copy of the list of the names and addresses of the interested owners, represented parties and interested parties is not being mailed to those parties along with this application. Should any such party desire a copy of this list, however, we will be glad to provide one upon request.

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

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$1,510.00, made payable to the Office of Conservation, represented the required hearing application fee.

Very truly yours,



R. J. Duplantis

BJD:ht

Attachments

cc: Mr. Richard D. Hudson
District Manager, Office of Conservation

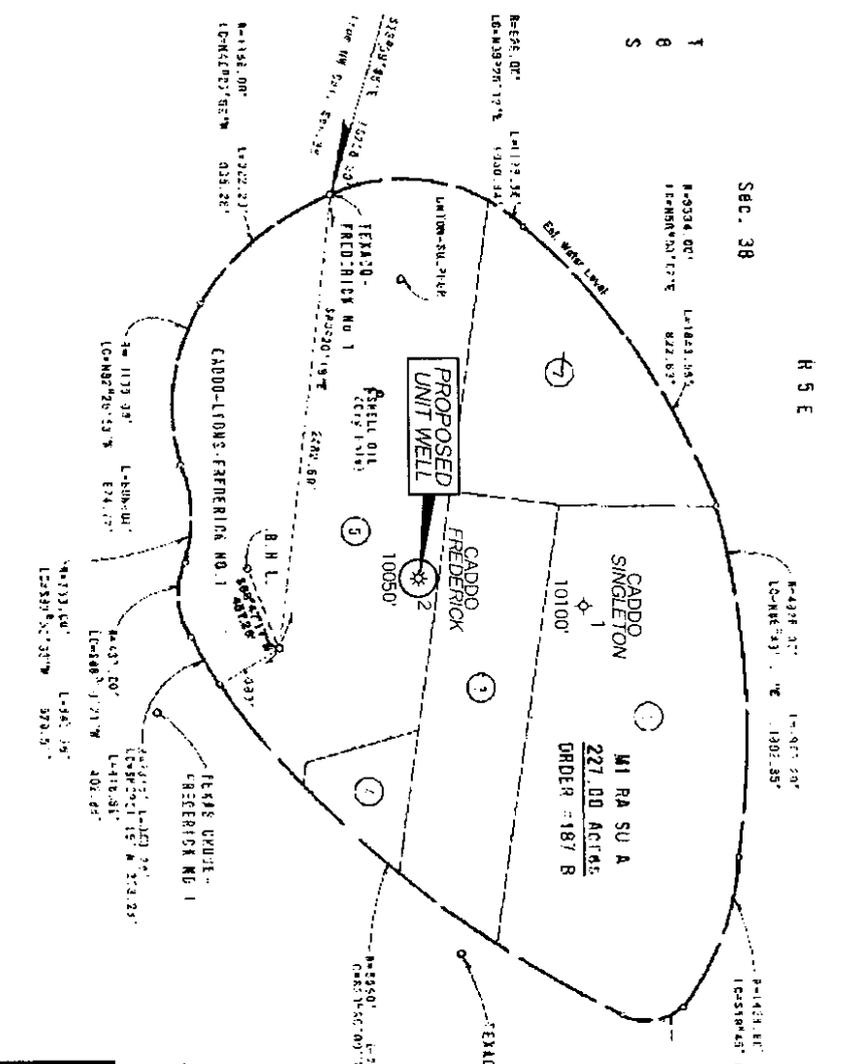
All Interested Owners, Represented Parties and Interested Parties

| TRAC | OWNER'S # | AREA IN ACRES | PERCENT OF UNIT |
|--------|------------------------------|---------------|-----------------|
| 1 | JAMES BEVER SINGLETON | 67.500 | 28.131334 |
| 2 | JAMES OWEN SINGLETON JR. JR. | 31.480 | 12.560223 |
| 3 | GEORGE STELLI AL ET AL | 20.000 | 7.910172 |
| 4 | SHIRLEY EDLAND ET AL | 5.280 | 2.143303 |
| 5 | DR STEVEN MARSH ET AL | 9.575 | 3.851570 |
| 6 | | 275.000 | 10.000000 |
| TOTALS | | | |

The tract depicted on this plat is the 30-acre tract depicted on the plat of the same name and is the same as the tract depicted on the plat of the same name and is the same as the tract depicted on the plat of the same name.

| | |
|-------------------------------|-------------------|
| RECEIVED BY | DATE |
| OFFICE OF THE CLERK OF COURTS | APRIL 17 AM 10:32 |

OFFICE OF THE CLERK OF COURTS
STATE OF LOUISIANA
PARISH OF ST. MARTIN PARISH, LOUISIANA



R. G. Currier
LAND SURVEYOR

CADDO MANAGEMENT, INC.
EXHIBIT NO.
DOCKET NO.
DATE:

PROPOSED UNIT
MARG IDI ZONE, RA

ORDER NO 187-B-2

EXHIBIT NO. 1
DOCKET NO. 05-680
DATE: 6/7-05

CADDO MANAGEMENT, INC.
SOUTH ARNAUVILLE FIELD
ST. MARTIN-PARISH, LOUISIANA
PROPOSED SUBSTITUTE UNIT WELL
MARG IDI SAND

GRAPHIC BY: GEOLAND GRAPHICS, LLC, LAFAVETTE, LA. (337) 231-1887
W. H. ROBBINS & ASSOCIATES, LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004