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October 14, 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, CASPIANA FIELD,
Caddo and DeSoto Parishes, Louisiana.

Dear Sir:

J-W OPERATING COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Haynesville Zone, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana:

1. To create two (2) additional 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 plat and being designated HA RA SUXX and HA RA SUYY.
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 provide that with respect to any horizontal well drilled to the Haynesville Zone, Reservoir A, within the proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
5. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 191-H, effective August 28, 2007, as amended and supplemented by the Order No. 191-H series of Orders, to the proposed additional units.
6. To discuss such other matters as may be pertinent.

The Haynesville Zone, Reservoir A, in the Caspiana Field was defined in Office of Conservation Order No. 191-H, effective August 28, 2007.

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Any pertinent data concerning this application will be available for inspection at the offices of Mr. Joe B. Adams, 21010 Vermont Street, Livingston, Louisiana 70754. Any person wishing to inspect any such data should call Mr. Adams at (225) 686-2355 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 at the expense of the requesting party.

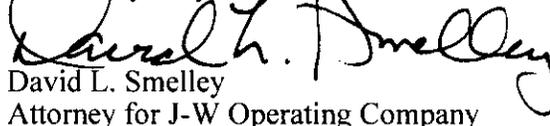
By letter dated October 1, 2008, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and set October 23, 2008, as the tentative date for the pre-application conference. No conference request was received; accordingly, 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 the unit plat (which is identical to the unit plat attached to the pre-application notice) is enclosed herewith, and a copy of this letter and of the attached plat is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of 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 plat, 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 Caspiana 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,

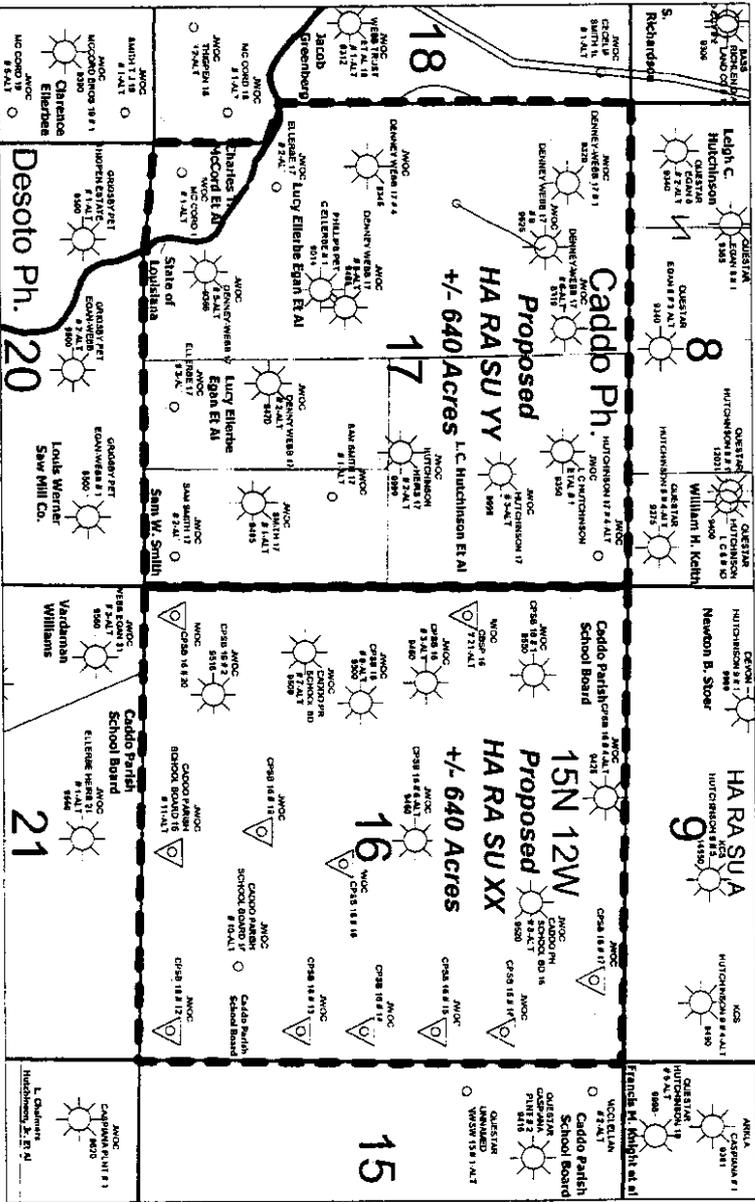


David L. Smelley
Attorney for J-W Operating Company

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DLS:dp
Enclosures

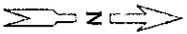
cc: Mr. James C. Broussard (w/encls.)
Mr. Jerry Wooten (w/encls.)
Ms. Patty DuBois (w/encls.)
Mr. Michael Baca (w/encls.)
Mr. Joe Adams (w/encls.)
Ms. Tanya Allen (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plat only)



Note: No well will be perforated less than 330' from any boundary

LEGEND

- Proposed Haynesville Unit
- △ Pending Well Location
- Well Location
- Wells Posted Less Than 10,000'



J-W OPERATING COMPANY	
CASPIANA FIELD	
Proposed Units Haynesville Zone Caddo & Desoto Parishes, La.	
Date:	Witness: Joe Adams
Exhibit I	Docket No.: 08-77
	Scale: 1" = 2000'