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October 15, 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, KINGSTON FIELD,  
DeSoto Parish, Louisiana.

Dear Sir:

EL PASO E&P COMPANY, L.P. ("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 Haynesville Zone, Reservoir A, in the Kingston Field, DeSoto Parish, Louisiana:

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To create two (2) 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 plats and being designated HA RA SUI and HA RA SUJ.
3. 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.
4. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
5. To propose that future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the units 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, and to provide that for any horizontal well drilled within the proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, the distance to any unit boundary will be calculated based on the distance to the nearest perforation in the well and not based on penetration point or terminus.

6. To expand the provisions of Office of Conservation Order No. 376-7, effective August 15, 2006, and Office of Conservation Order No. 376-13, effective December 18, 2007, 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 units proposed herein for the Haynesville Zone, Reservoir A, so as to include production from the Haynesville Zone, Reservoir A, in any well in which the interests in the units from which production is to be combined downhole are identical.

7. To define the Haynesville Zone, Reservoir A, as the stratigraphic equivalent of that gas and condensate bearing interval encountered between the measured depths of 10,418 feet and 12,308 feet in the Winchester Production Company--Means No. 16 Well located in Section 23, Township 14 North, Range 14 West, DeSoto Parish, Louisiana.

8. To consider such other matters as may be pertinent to the Haynesville Zone, Reservoir A.

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. 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 data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

By letter dated October 2, 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 24, 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; therefore, no pre-application conference will be held.

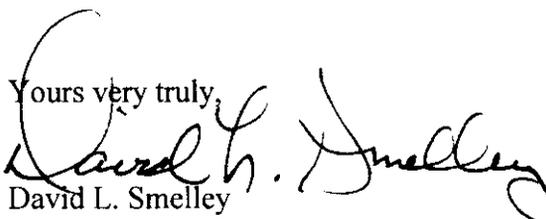
Pursuant to the Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of each of the unit plats showing the units proposed to be created (which are identical to the plats attached to the pre-application notice except for a change in unit nomenclature) 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 Kingston Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all

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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 El Paso E&P Company, L.P.

DLS:dp  
Enclosures

cc: Mr. James C. Broussard (w/encls.)  
Mr. Bernie Ulincy (w/encls.)  
Mr. Pete Foster (w/encls.)  
Ms. Kelly Hunt (w/encls.)  
Mr. Louis Gilbert (w/encls.)  
Interested Owners, Represented Parties  
and Interested Parties (w/plats only)

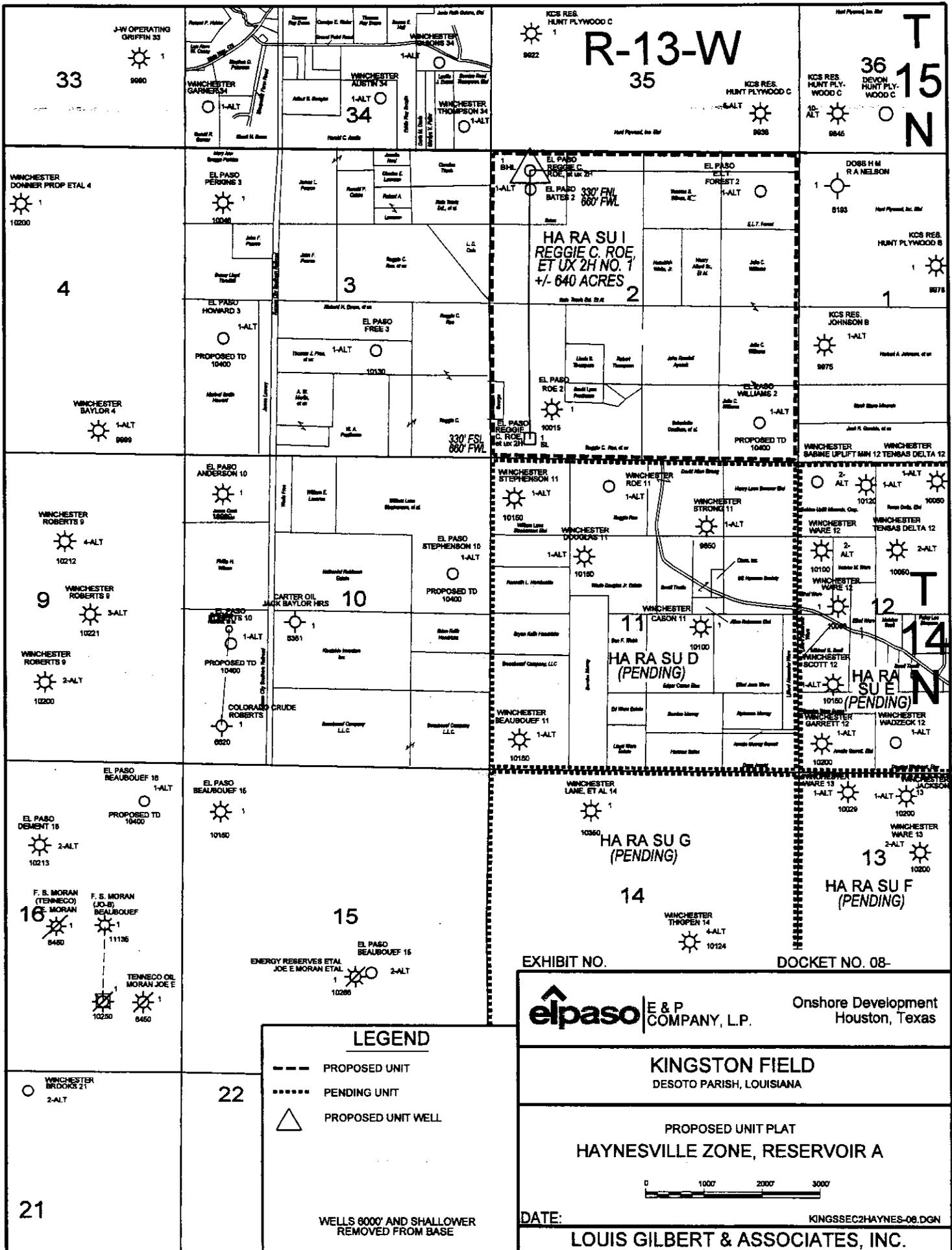


EXHIBIT NO. \_\_\_\_\_ DOCKET NO. 08-

**el paso** E & P COMPANY, L.P. Onshore Development  
Houston, Texas

**KINGSTON FIELD**  
DESOTO PARISH, LOUISIANA

PROPOSED UNIT PLAT  
**HAYNESVILLE ZONE, RESERVOIR A**

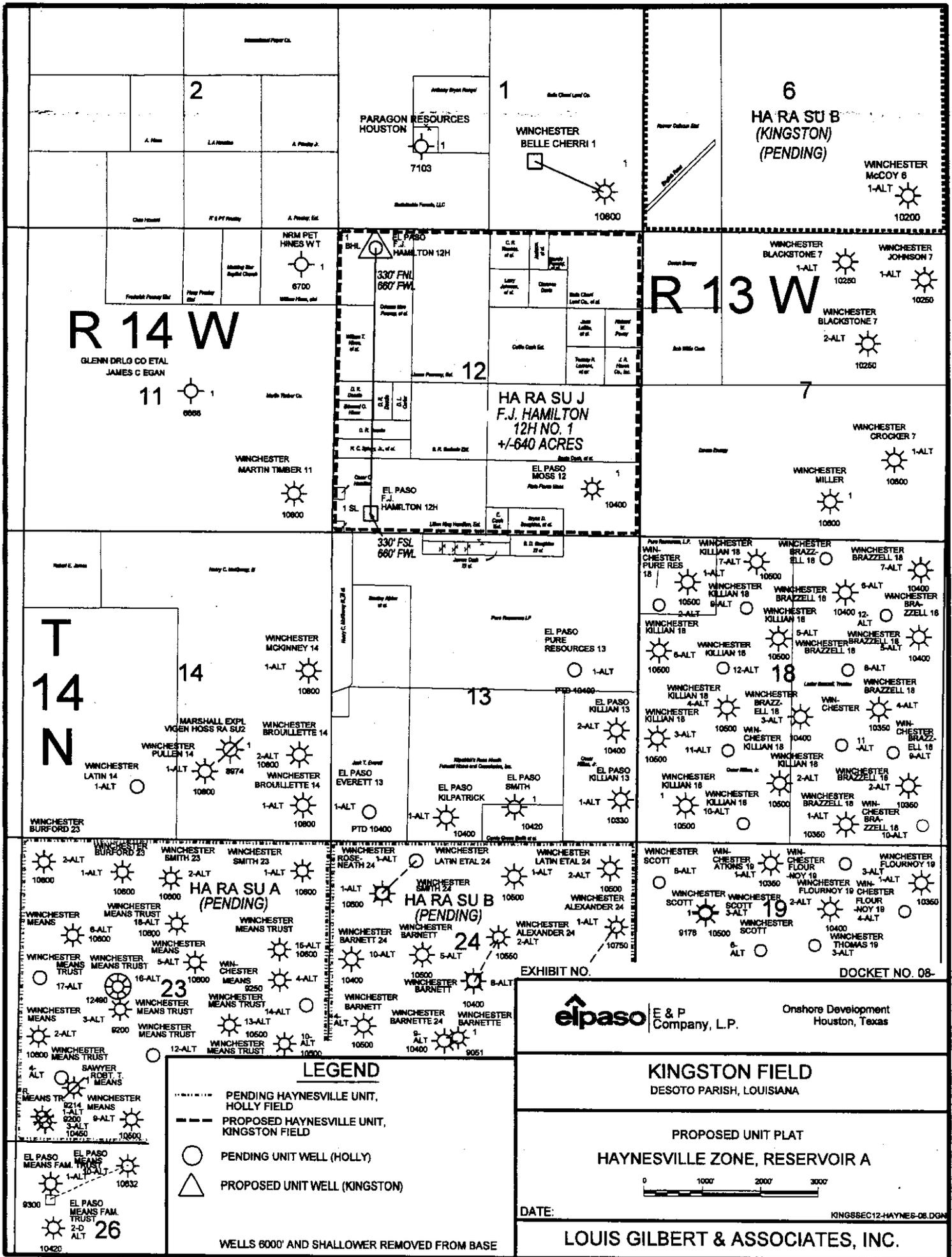


DATE: \_\_\_\_\_ KINGSSEC2HAYNES-08.DGN  
**LOUIS GILBERT & ASSOCIATES, INC.**

**LEGEND**

- PROPOSED UNIT
- ..... PENDING UNIT
- △ PROPOSED UNIT WELL

WELLS 8000' AND SHALLOWER  
REMOVED FROM BASE



- LEGEND**
- PENDING HAYNESVILLE UNIT, HOLLY FIELD
  - PROPOSED HAYNESVILLE UNIT, KINGSTON FIELD
  - PENDING UNIT WELL (HOLLY)
  - △ PROPOSED UNIT WELL (KINGSTON)

EXHIBIT NO. \_\_\_\_\_ DOCKET NO. 08- \_\_\_\_\_

**el paso** E & P Company, L.P. Onshore Development  
Houston, Texas

**KINGSTON FIELD**  
DESOTO PARISH, LOUISIANA

PROPOSED UNIT PLAT  
HAYNESVILLE ZONE, RESERVOIR A

0 1000' 2000' 3000'

DATE: \_\_\_\_\_ KINGSSEC12-HAYNES-08.DGN

**LOUIS GILBERT & ASSOCIATES, INC.**

WELLS 8000' AND SHALLOWER REMOVED FROM BASE