

HARGROVE, SMELLEY, STRICKLAND & LANGLEY

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
LOUISE F. PEARCE
T. ISSAC HOWELL
MAGAN F. CAUSEY
JULIANNA PETCHAK PARKS
CHAD E. SEPULVADO

(A PROFESSIONAL LAW CORPORATION)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

January 21, 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.

Hosston Formation, Reservoir A, and Cotton Valley
Formation, Reservoir A, BETHANY-LONGSTREET
FIELD, DeSoto Parish, Louisiana.

Dear Sir:

CORONADO ENERGY E&P COMPANY, LLC ("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 Hosston Formation, Reservoir A, and to the Cotton Valley Formation, Reservoir A, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana:

1. To authorize Applicant to drill, designate and utilize its Speights No. 2 Well as an additional alternate unit well for HOSS RA SU2 and for CV RA SU75 at the location shown on the attached plats, in exception to the spacing provisions of Office of Conservation Order No. 289-A-g-3, effective October 7, 1977 (applicable to the Hosston Formation, Reservoir A), and Office of Conservation Order No. 289-J, effective March 1, 1974 (applicable to the Cotton Valley Formation, Reservoir A), and in lieu of the location approved for this well by Office of Conservation Order Nos. 289-A-g-156 and 289-J-90, both effective November 27, 2007.
2. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the hydrocarbons underlying HOSS RA SU2 and CV RA SU75 which cannot be efficiently and economically drained by any existing well on such units.
3. To permit the operator of HOSS RA SU2 and CV RA SU75 to produce the allowables assigned to such units from either the unit well, from any alternate unit well, or from any combination of such wells, at the option of the operator.
4. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Hosston Formation, Reservoir A, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana, was initially defined in Office of Conservation Order No. 289, effective October 1, 1954, and was further defined in Office of Conservation Order No. 289-A-g-2, effective April 14, 1977.

Honorable James H. Welsh
January 21, 2008
Page 2

The Cotton Valley Formation, Reservoir A, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana, was initially defined in Office of Conservation Order No. 289-J, effective March 1, 1974, and was further defined in Office of Conservation Order No. 289-J-1, effective April 14, 1977.

Any pertinent data concerning this application will be available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 North Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect any such data should call Mr. Louis 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 pertinent data which is not otherwise available from the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

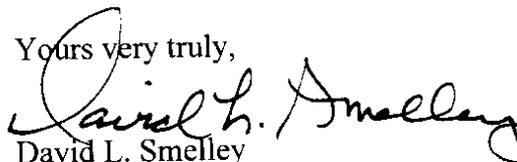
As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid 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 this letter, and of each of the attached plats, 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 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 Bethany-Longstreet 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 Beusa Energy, Inc.

DLS:dp

Enclosures

cc: Mr. Jim Broussard (w/encls.)
Ms. Nancy Fractor (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/copy of plats only)

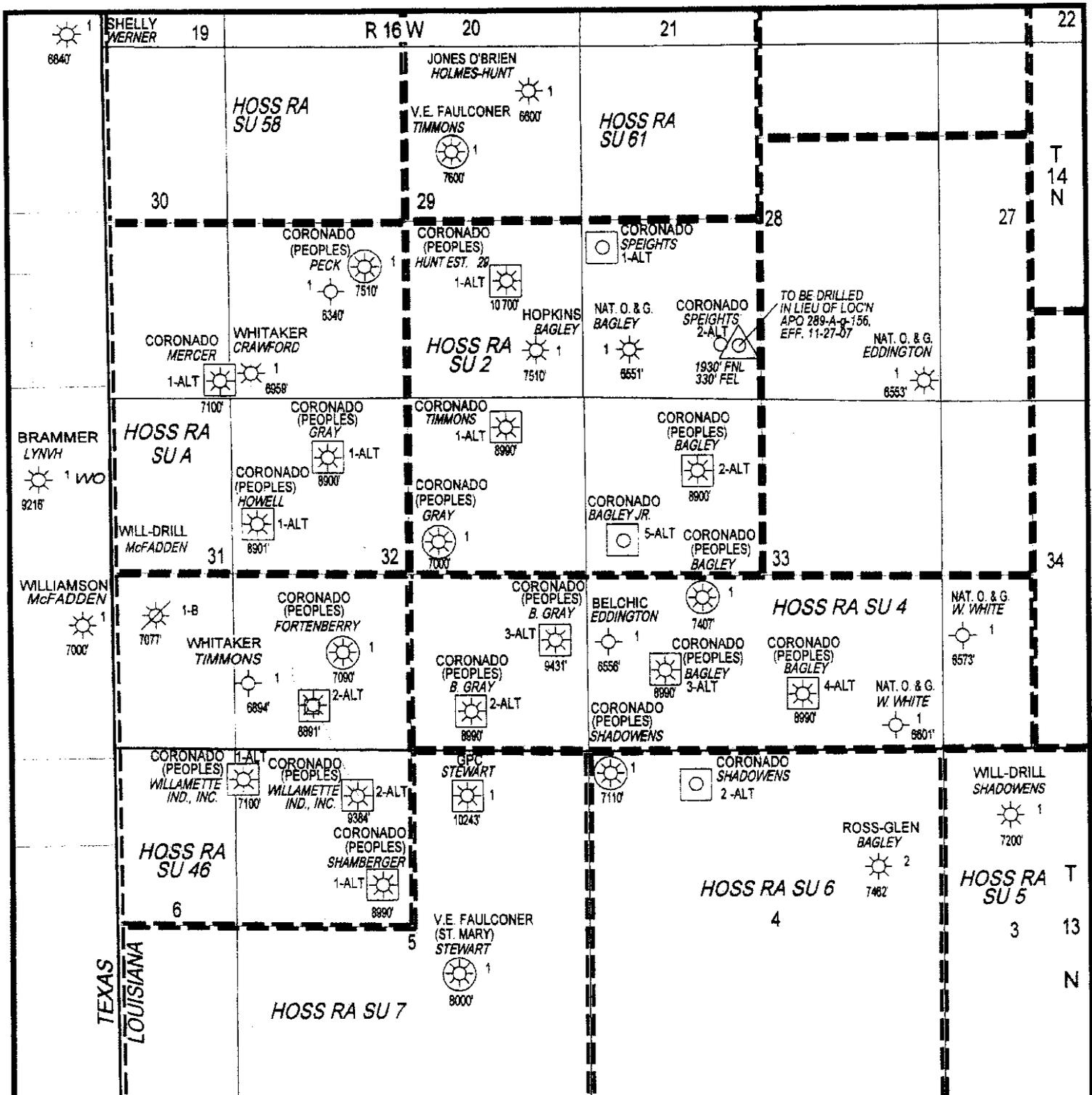


EXHIBIT NO. DOCKET NO. 08-

CORONADO ENERGY E & P COMPANY, L.L.C.

BETHANY-LONGSTREET FIELD
DESOTO PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELL PLAT
HOSS RA SU 2

DATE: - 08 BELSSECT28-08.DGN
LOUIS GILBERT & ASSOCIATES, INC.

LEGEND

- HOSSTON RA UNITS AS PER 289-A-g SERIES
- UNIT WELL
- ALTERNATE UNIT WELL
- △ PROPOSED ALTERNATE UNIT WELL

WELLS 8000' OR SHALLOWER REMOVED FROM BASE



