

BOB F. ANDERSON, PE, INC.
PETROLEUM ENGINEERS & CONSULTANTS
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February 13, 2008

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

Re: **APPLICATION FOR PUBLIC HEARING**

Proposed Alternate Unit Well
Hosston Formation, Reservoir A
HOSS RA SUB
Gahagan Field
Red River Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **WALSH & WATTS, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Formation, Reservoir A, Gahagan Field, Red River Parish, Louisiana:

1. To permit the applicant to designate and utilize an existing well bore, the Walsh & Watts, Inc. – Semp Russ Plantation No. 1 Well, as an alternate unit well for the production of gas and condensate from the Hosston Formation, Reservoir A, in the unit designate HOSS RA SUB, such unit and well shown on the attached plat and being made a part hereof.
2. To find that the proposed alternate unit well is necessary to assist in draining a portion of the Hosston Formation, Reservoir A, in the HOSS RA SUB that cannot be drained by any other well located therein.
3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination of all wells at its discretion.
4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

Hon. James H. Welsh
Gahagan Field
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The Hosston Formation, Reservoir A, in the Gahagan Field, Red River Parish, Louisiana, was defined in Office of Conservation Order No. 909-A, effective June 1, 1973.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

The subject matter of this application does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this application is being sent. A copy of this letter and the attached plat is being sent to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list and a copy of this letter, plat and list of parties is being sent to the Commissioner of Conservation and Shreveport District Office of Conservation. Upon receipt of the Legal Notice, it will be posted in a prominent place in the area of the Hico Knowles Field, will be published in a newspaper with a circulation in the area of the field and will be sent to all parties to whom this letter is being sent.

Attached are our checks, made payable to the Office of Conservation, to cover the applicable hearing fee.

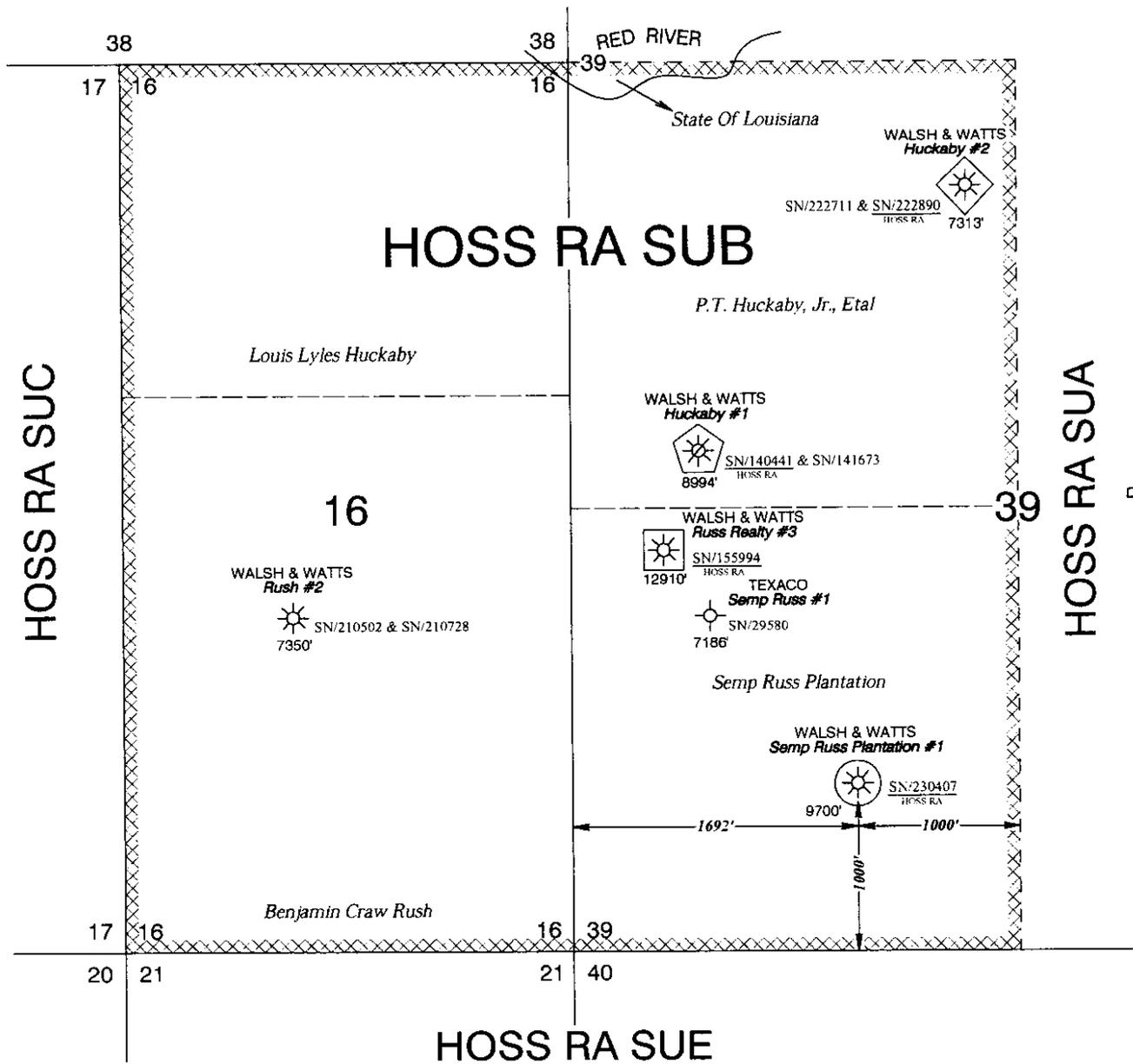
Yours truly,



B. F. Anderson, PE for
WALSH & WATTS, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (w/plat only)
Walsh & Watts, Inc. (w/encl.)
Mr. Harry Avant, Smith Operating & Management Company (w/encl.)

R 10 W



-  Former Unit Well
-  Approved Substitute Unit Well
-  Approved Alternate Unit Well
-  Proposed Alternate Unit Well



WALSH & WATTS, INC.	
GAHAGAN FIELD RED RIVER PARISH, LOUISIANA	
PROPOSED ADDITIONAL ALTERNATE UNIT WELL FOR HOSSTON FORMATION, RESERVOIR "A"	
HOSS RA SUB; SEMP RUSS PLANTATION #1-ALT	
DOCKET NO. 08-	EXHIBIT NO.1