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February 29, 2008

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

RE: HEARING APPLICATION
Cotton Valley Formation, Reservoir A
Hosston Formation, Reservoir A
Elm Grove Field
Caddo and Bossier Parishes, Louisiana
Our File No. 430071.0114

Dear Sir:

On behalf of QUESTAR EXPLORATION AND PRODUCTION COMPANY, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A and Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana:

1. To permit the applicant to drill, designate and utilize one (1) additional alternate unit well for CV RA SU64 and HOSS RA SU58, at the location shown on the plats attached hereto, in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973 and Order No. 361-A-1, effective October 1, 1972;

2. To permit the applicant to drill, designate and utilize four (4) additional alternate unit wells for CV RA SU70 and three (3) additional alternate unit wells for HOSS RA SU64, at the locations shown on the plats attached hereto, one of which shall be at an amended location in lieu of one of the locations approved by Order Nos. 361-B-438 and 361-A-419, effective October 6, 2005, in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973 and Order No. 361-A-1, effective October 1, 1972;

3. To permit the applicant to drill, designate and utilize five (5) additional alternate unit wells for CV RA SU71 and HOSS RA SU65, at the locations shown on the plats attached hereto, four (4) of which are in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973 and Order No. 361-A-1, effective October 1, 1972;

4. To permit the applicant to drill, designate and utilize a substitute unit well and one (1) alternate unit well for CV RA SU72 and a unit well and one (1) alternate unit well for HOSS RA SU66, at the locations shown on the plats attached hereto, in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973 and Order No. 361-A-1, effective October 1, 1972;

5. To explicitly find that the proposed unit well, substitute unit well and alternate unit wells are in the interest of conservation and are necessary to drain a portion of the Cotton Valley

Formation, Reservoir A, and the Hosston Formation, Reservoir A, in the Elm Grove Field underlying the above referenced units, which cannot be efficiently and economically drained by any existing well in such units.

6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo, Bossier and Webster Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-B, effective October 1, 1973, and was further defined in subsequent Orders of the 361-B Series.

The Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo, Bossier and Webster Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972, and was further defined in subsequent Orders of the 361-A Series.

The Rules of Procedure of the Commissioner of Conservation pertaining to the Pre-Application Notice requirements, are not applicable to the hearing requested herein, which requires legal notice of only ten (10) days.

Pertinent data concerning the intended application will be made available for inspection at the offices of the undersigned. Any person wishing to inspect such data should call the undersigned at (318) 221-6858 during normal business hours or write the undersigned at the above address in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plats, are being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

A check in the amount of $6,040.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

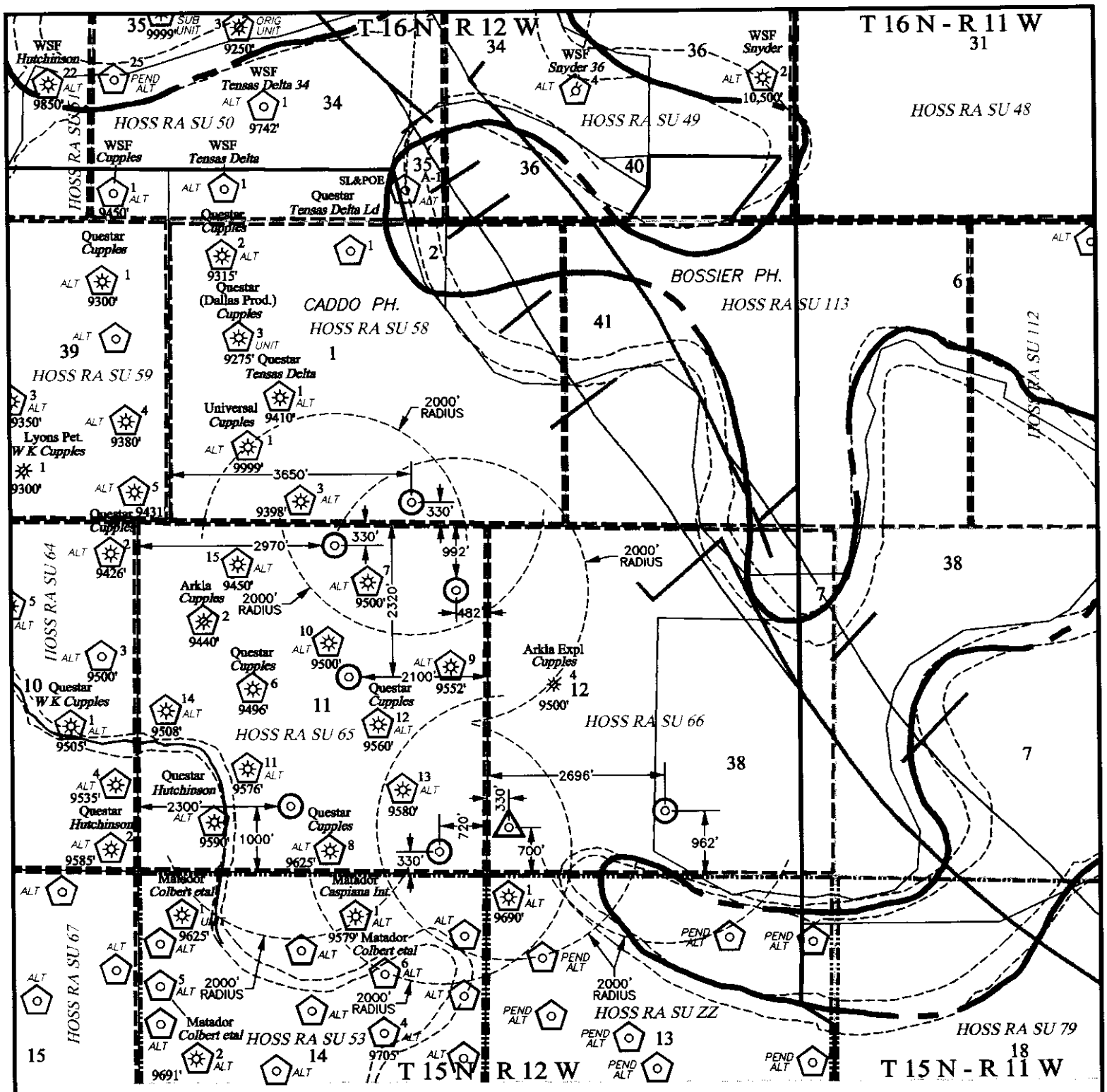
By: Wm. Timothy Allen

Wm. Timothy Allen III
Attorneys for Questar Exploration and Production

WTAIII:kmw
Enclosures
Company

cc: Mr. James C. Broussard, Shreveport District Manager,
Office of Conservation (w/enclosures)

Interested Owners, Represented Parties
and Interested Parties (w/copy of plats only)



QUESTAR EXPLORATION AND PRODUCTION COMPANY

ELM GROVE FIELD

CADDO & BOSSIER PARISHES, LOUISIANA

PROPOSED UNIT WELL AT EXCEPTIONAL LOCATION FOR HOSS RA SU 66;
PROPOSED ALTERNATE UNIT WELLS AND ALTERNATE UNIT WELLS AT
EXCEPTIONAL LOCATIONS FOR HOSS RA SU 58, HOSS RA SU 65, & HOSS RA SU 66

:EXISTING HOSSTON RES A UNITS ELM GROVE FIELD

:EXISTING HOSSTON RES A UNITS CASPIANA FIELD

:PROPOSED UNIT WELL

:PROPOSED ALTERNATE UNIT WELLS

:EXISTING HOSSTON RESERVOIR A UNIT AND ALTERNATE UNIT WELLS

GEOLOGIST: CRAIG C. BARCLAY

0' 2000' 4000' 1 MILE
GRAPHIC SCALE

ONLY WELLS >5000' TD SHOWN

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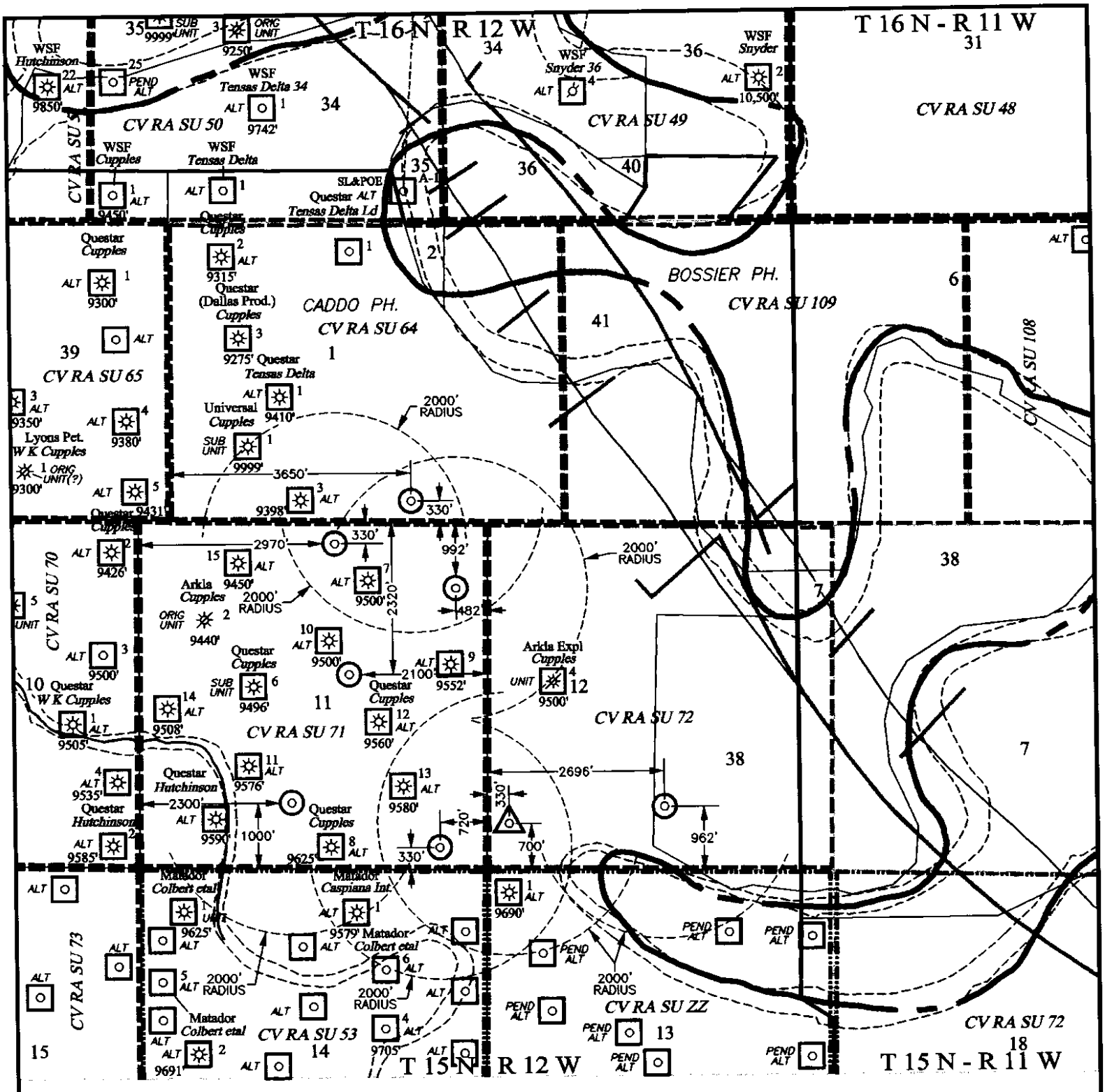

QUESTAR EXPLORATION AND PRODUCTION COMPANY

ELM GROVE FIELD

CADDO & BOSSIER PARISHES, LOUISIANA

PROPOSED SUBSTITUTE UNIT WELL AT EXCEPTIONAL LOCATION FOR CV RA SU 72;
PROPOSED ALTERNATE UNIT WELLS AND ALTERNATE UNIT WELLS AT
EXCEPTIONAL LOCATIONS FOR CV RA SU 64, CV RA SU 71, & CV RA SU 72

:EXISTING COTTON VALLEY RES A UNITS ELM GROVE FIELD

:EXISTING COTTON VALLEY RES A UNITS CASPIANA FIELD

:PROPOSED SUBSTITUTE UNIT WELL

:PROPOSED ALTERNATE UNIT WELLS

:EXISTING COTTON VALLEY RES A UNIT AND ALTERNATE UNIT WELLS

0' 2000' 4000' 1 MILE

GRAPHIC SCALE

GEOLOGIST: CRAIG C. BARCLAY

ONLY WELLS >5000' TD SHOWN

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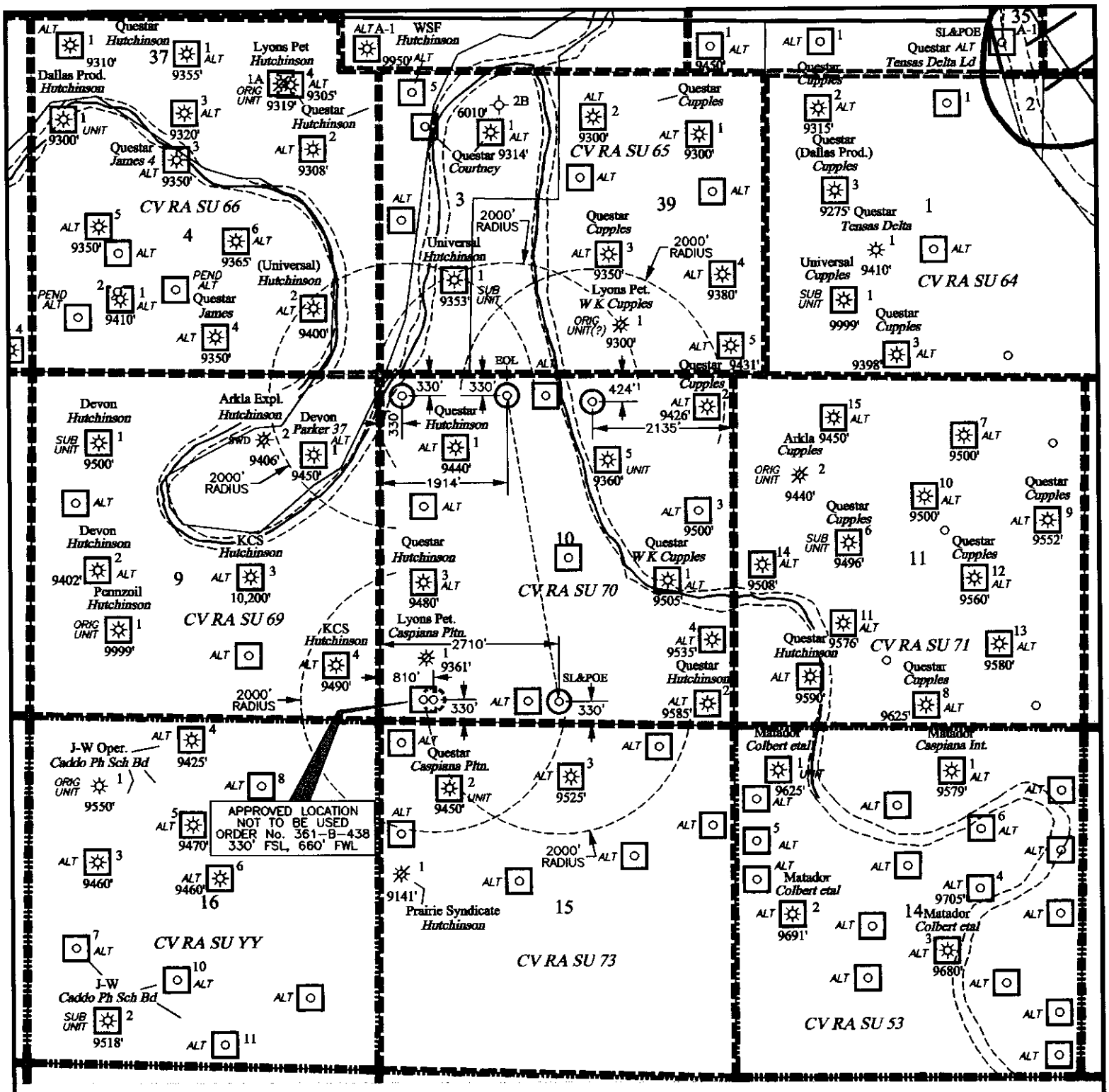

QUESTAR EXPLORATION AND PRODUCTION COMPANY

ELM GROVE FIELD

CADDO PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELLS AT EXCEPTIONAL LOCATIONS, PROPOSED AMENDED LOCATION OF AN APPROVED ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION, AND PROPOSED HORIZONTAL LATERAL ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION FOR CV RA SU 70

:EXISTING COTTON VALLEY RES A UNITS ELM GROVE FIELD

:EXISTING COTTON VALLEY RES A UNITS CASPIANA FIELD

:PROPOSED AMENDED LOCATION OF AN ALTERNATE UNIT WELL

:PROPOSED ALTERNATE UNIT WELLS

:EXISTING COTTON VALLEY RES A UNIT AND ALTERNATE UNIT WELLS

GEOLOGIST: CRAIG C. BARCLAY

0' 2000' 4000' 1 MILE

GRAPHIC SCALE

ONLY WELLS >5000' TD SHOWN

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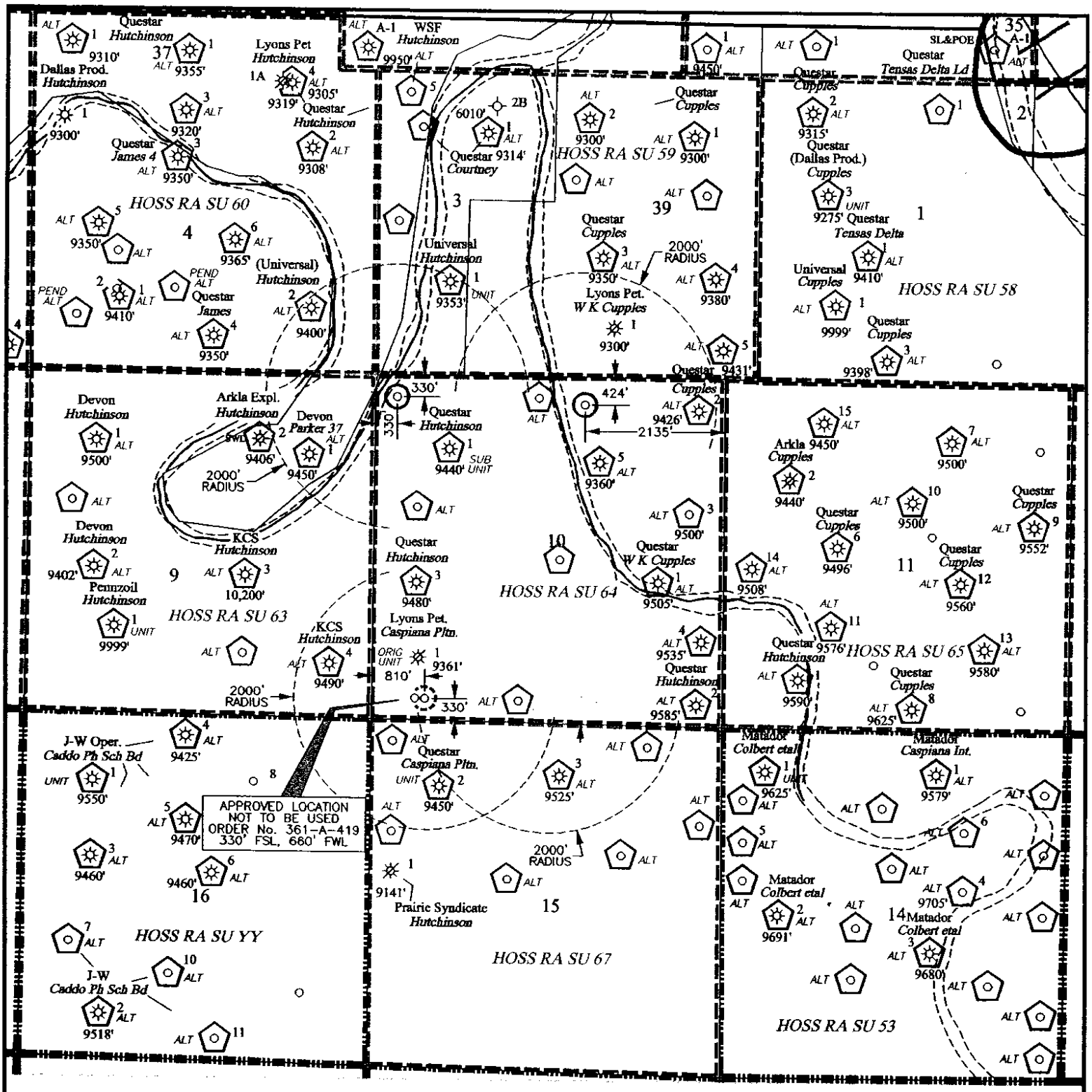

QUESTAR EXPLORATION AND PRODUCTION COMPANY

ELM GROVE FIELD

CADDO PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELLS AT EXCEPTIONAL LOCATIONS AND PROPOSED AMENDED LOCATION OF AN APPROVED ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION FOR HOSS RA SU 64

- - - - - :EXISTING HOSSTON RES A UNITS ELM GROVE FIELD

— · — · — :EXISTING HOSSTON RES A UNITS CASPIANA FIELD

:PROPOSED AMENDED LOCATION OF AN ALTERNATE UNIT WELL

:PROPOSED ALTERNATE UNIT WELLS

:EXISTING HOSSTON RESERVOIR A UNIT AND ALTERNATE UNIT WELLS

GEOLOGIST: CRAIG C. BARCLAY

0' 2000' 4000' 1 MILE

GRAPHIC SCALE

ONLY WELLS >5000' TD SHOWN

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