

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
B. LEE CARR, JR.

(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

April 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.

Lorio Zone, Reservoir B, KLONDIKE FIELD, Iberville
Parish, Louisiana.

Dear Sir:

SANDALWOOD OIL & GAS, L.P. ("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 Lorio Zone, Reservoir B, in the Klondike Field, Iberville Parish, Louisiana:

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Lorio Zone, Reservoir B.
2. To create a single drilling and production unit for the Lorio Zone, Reservoir B, such unit being shown on the attached plat and being designated LORIO RB SUA.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each separate tract sharing in unit production on a surface acreage basis of participation.
4. To designate an operator of, and unit well for, the proposed unit as may be appropriate.
5. To provide that future wells drilled within or outside of the unit proposed herein be located in accordance with the provisions of Statewide Order No. 29-E.
6. To provide that the Commissioner of Conservation may reclassify the Lorio Zone, Reservoir B, by Supplemental Order and without the necessity of a public hearing should such a reclassification be warranted based on evidence furnished to the Commissioner.
7. To define the Lorio Zone, Reservoir B, as the stratigraphic equivalent of that interval encountered between the measured depths of 10,000 feet and 11,200 feet in the Occidental Petroleum Corp.--A Wilbert's Sons Lumber & Shingle Co. No. 1 Well (SN 100403), located in Section 69, Township 8 South, Range 9 East, Iberville Parish, Louisiana.
8. To consider such other matters as may be pertinent to this zone and reservoir.

Honorable James H. Welsh
April 14, 2008
Page 2

Any pertinent data concerning this application will be available for inspection at the offices of Leon E. Comeaux & Associates, 305 La Rue France, Lafayette, Louisiana 70505. Any person wishing to inspect any such data should call Mr. David Comeaux at (337) 233-9839 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.

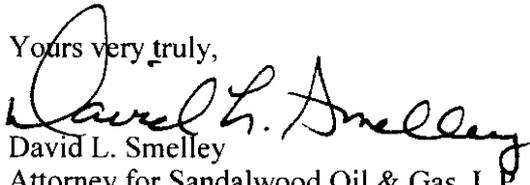
By letter dated April 1, 2008, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and set April 28, 2008, as the tentative date for the pre-application conference. No conference request was received within ten (10) days after the date of the pre-application notice; 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 showing the proposed unit is enclosed herewith, and a copy of this letter and of the attached plat is being sent to the District Manager of the Lafayette 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 Klondike 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.

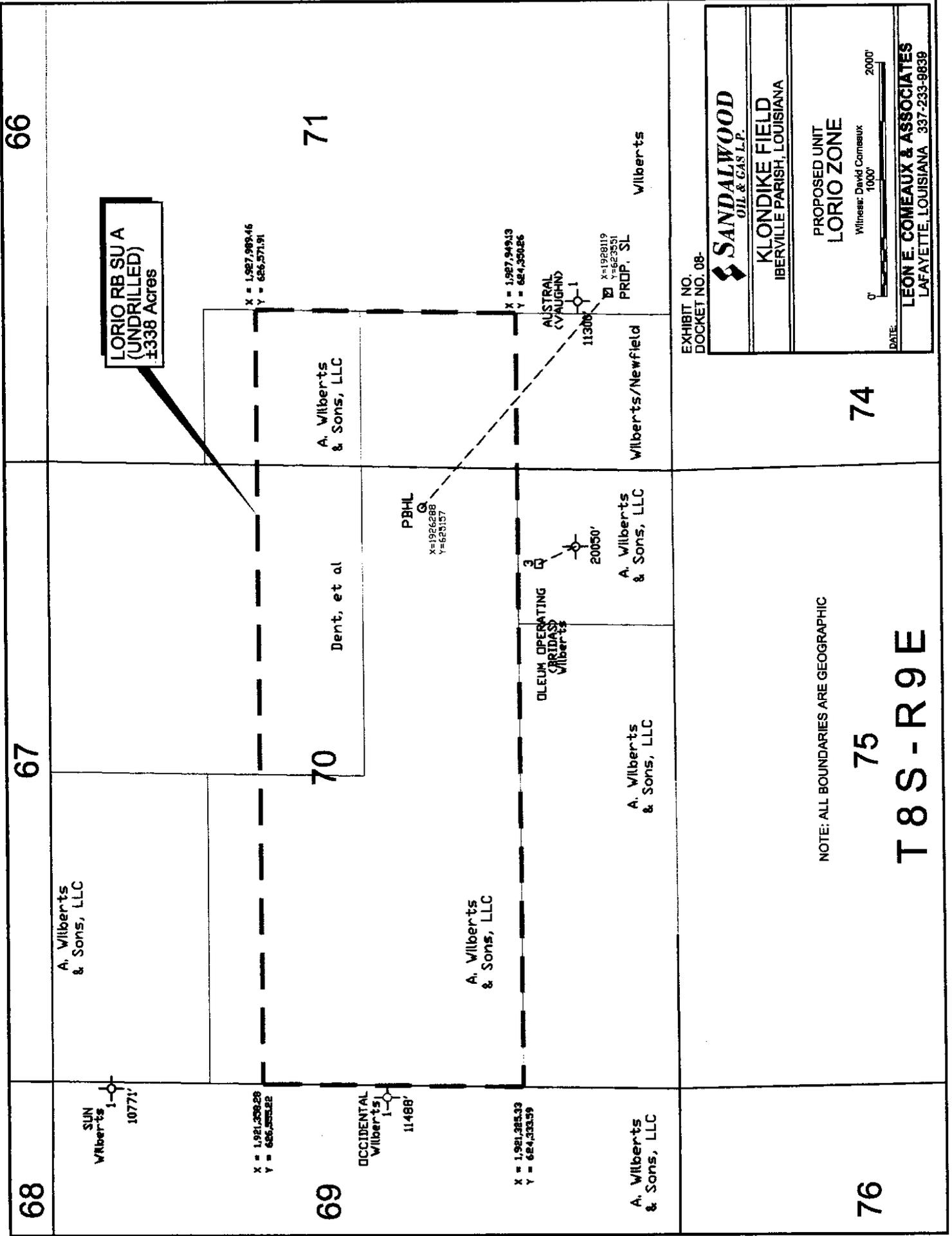
Yours very truly,


David L. Smelley
-- Attorney for Sandalwood Oil & Gas, L.P.

DLS:dp

Enclosures

cc: Mr. Richard Hudson (w/encls.)
Mr. Phil Fleming (w/encls.)
Mr. David Comeaux (w/encls.)
Mr. Albert Ruffin (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plat only)



66

67

68

A. Wilberts & Sons, LLC

SUN
Wilberts
1-10771'

LORIO RB SU A
(UNDRILLED)
±338 Acres

X = 1,921,308.29
Y = 686,353.82

X = 1,927,989.46
Y = 686,571.91

70

Dent, et al

A. Wilberts & Sons, LLC

PBHL
X=1926288
Y=6823157

OCCIDENTAL
Wilberts
1-11488'

A. Wilberts & Sons, LLC

X = 1,921,285.33
Y = 684,333.59

X = 1,927,949.13
Y = 684,350.86

OLEUM OPERATING
CARIDAS
Wilberts
3
20050'

AUSTRAL
CVAUGHN
1-11306'

X=1928119
Y=682351
PROP. SL

A. Wilberts & Sons, LLC

Wilberts/Newfield

Wilberts

EXHIBIT NO.
DOCKET NO. 08-

SANDALWOOD
OIL & GAS L.P.

KLONDIKE FIELD
IBERVILLE PARISH, LOUISIANA

PROPOSED UNIT
LORIO ZONE

Witness: David Comeaux
1000' 2000'

DATE:
LEON E. COMEAUX & ASSOCIATES
LAFAYETTE, LOUISIANA 337-233-9839

NOTE: ALL BOUNDARIES ARE GEOGRAPHIC

74

75

76

T 8 S - R 9 E