

BOB F. ANDERSON, PE, INC.
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May 23, 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**
Lower Cotton Valley Zone, Reservoir A
Cotton Valley Zone, Reservoir A
Hosston Zone, Reservoir A
Elm Grove Field
Caddo Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Caddo Parish, Louisiana:

1. To create one (1) additional 640 +/- acre drilling and production unit for the exploration of and the production of gas and condensate for the Lower Cotton Valley Zone, Reservoir A, and to approve a unit well, in exception to the spacing provisions of the 361-E Series of Office of Conservation Orders, in the Elm Grove Field, Caddo Parish, Louisiana, such unit being designated LCV RA SU115 and proposed well shown on the attached plats and being made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
3. To redefine the Lower Cotton Valley Zone, Reservoir A, **FOR AND ONLY INsofar AS TO THE LCV RA SU115**, as that equivalent gas and condensate bearing interval encountered between the depths of 9,845 feet to 12,100 feet (electric log measurements) in the Camterra Resources, Inc. – Evans 34 No.1 Well, located in Section 34, Township 16 North, Range 14 West, DeSoto Parish, Louisiana.
4. To approve a unit well at an exceptional location for the production of gas and condensate from the Hosston Zone, Reservoir A, and the Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU and CV RA, in exception to the spacing provisions of the 361-A and 361-B Series of Office of Conservation Orders.

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5. To permit the downhole combination of the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A in the proposed units designated HOSS RA SU97, CV RA SU105 and LCV RA SU115 in any existing or future wells that may be drilled within the units.
6. To the extent contrary herewith, to extend the provisions of the 361-E Series of Office of Conservation Orders and other applicable Statewide Orders that may be applicable to the unit being requested herein.
7. To keep in full force and effect the provision of the 361-A and 361-B Series of Office of Conservation Orders except as they may be in conflict herewith.
8. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Zone, Reservoir A was defined in the 361-A Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders. The Lower Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 361-E, and is to be redefined in accordance with No. 3 above.

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.**

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 notice of this application is being sent. A copy of this letter, plat and list of parties is being sent to the District Manager of the Shreveport District Office of Conservation and the attached letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list. A conference is tentatively scheduled for 9:30 AM, Thursday, June 12, 2008, in the Meeting Room, 3rd Floor Beck Building, 400 Travis Street, Shreveport, Louisiana.

Attached in our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

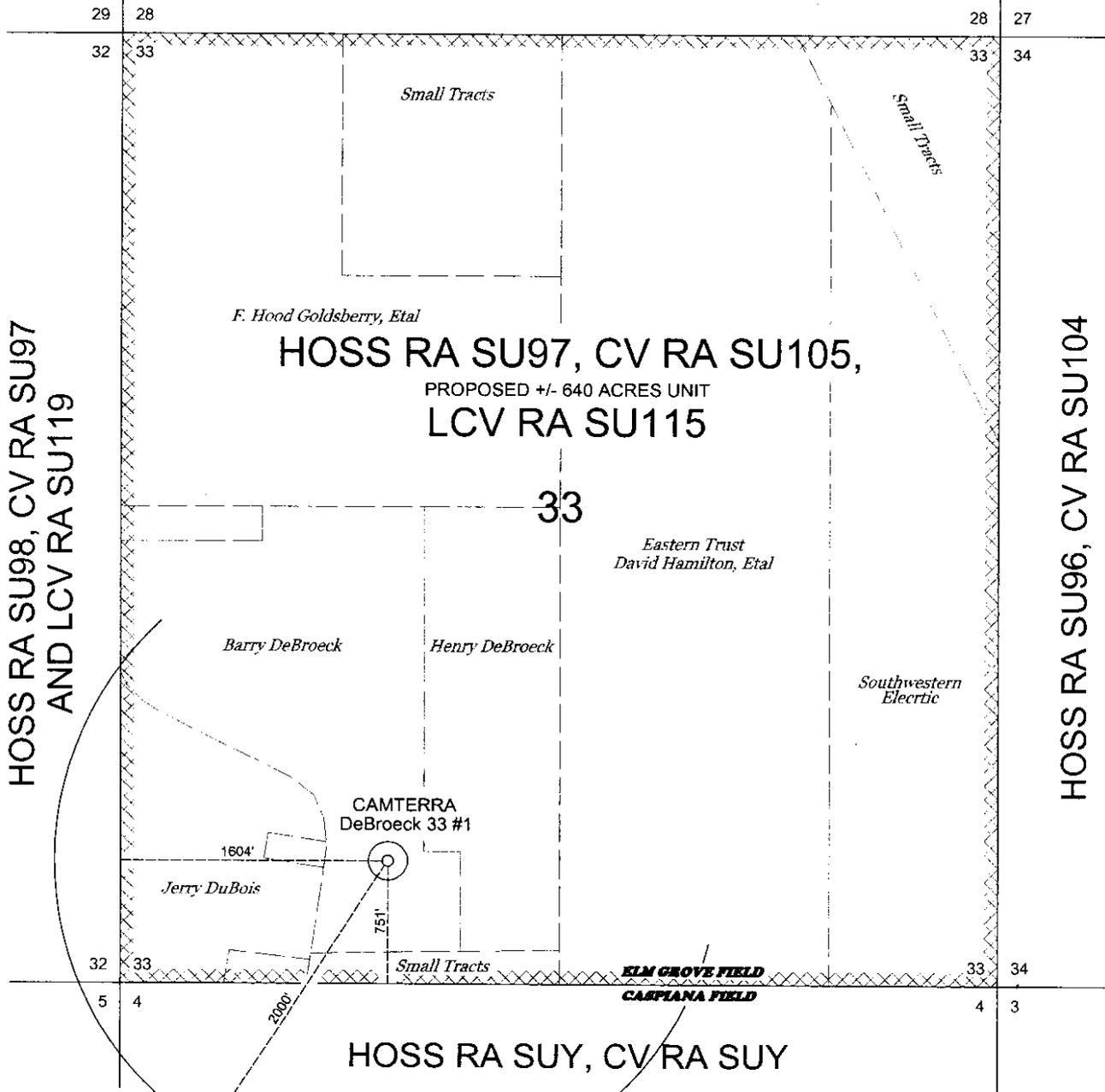
Yours truly,


B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties
Camterra Resources, Inc.

R 13 W

HOSS RA SU98, CV RA SU97



PENDING +/- 640 ACRES UNITS

HOSS RA SU98, CV RA SU97 AND LCV RA SU119

HOSS RA SU96, CV RA SU104

T 16 N

 Proposed Unit Well At Exceptional Location
Camterra Resources/ DeBroeck 33 #1



CAMTERRA RESOURCES, INC.	
ELM GROVE FIELD CADDO PARISH, LOUISIANA	
PROPOSED UNIT AND UNIT WELL @ EXCEPTIONAL LOCATION LCV RA SU115	
PROPOSED UNIT WELL @ EXCEPTIONAL LOCATION HOSS RA SU97, CV RA SU105,	
DOCKET NO. 08-	EXHIBIT NO.1