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May 30, 2008

WM. TIMOTHY ALLEN, III

Direct: 318.934.0217

Email: tallen@bwar.com

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
Jurassic Zone, Reservoir A
Thorn Lake Field
Red River Parish, Louisiana
Our File No. 430071.134

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 the Jurassic Zone, Reservoir A, Red River Parish, Louisiana

1. To dissolve the drilling and production unit designated as CV RA SUM, as shown on the plat attached hereto, which was created by Office of Conservation Order No. 1145-A-2, effective June 20, 2006, for the Cotton Valley Formation, Reservoir A, in the Thorn Lake Field, Red River Parish, Louisiana;
2. Simultaneously with the dissolution of CV RA SUM, to establish rules and regulations and create a single drilling and production unit (to be designated as JUR RA SUA), as shown on the plat attached hereto, for the exploration for and production of gas and condensate from the Jurassic Zone, Reservoir A, in the Thorn Lake Field, Red River Parish, Louisiana;
3. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
4. To designate Questar Exploration and Production Company as operator of JUR RA SUA to be created hereby and to permit the Applicant to designate and utilize the Questar Exploration and Production Company - Waerstad No. 1 Well and the Questar Exploration and Production Company - Waerstad No. 3 Well, at the locations shown on the plat attached hereto, as the unit well and alternate unit well, respectively, for the proposed JUR RA SUA.
5. To provide that any future wells drilled to the Jurassic Zone, Reservoir A, within or outside of the unit created herein, should be located no closer than 330 feet from any unit line and no closer than 660 feet between wells drilling to, completed in, or for which a permit shall have been granted to drill to the Jurassic Zone, Reservoir A.

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 Thorn Lake Field, Caddo and Red River Parishes, Louisiana, is fully defined in Order No. 1145, effective July 31, 1981.

The Jurassic Zone, Reservoir A, Red River Parish, Louisiana, is defined as being the stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths of 9,335 feet and 12,925 feet (electrical log measurements) in the EnCana Oil & Gas (USA), Inc. - J W Adcock Investments No. 1 Well, located in Section 15, Township 13 North, Range 9 West, Red River Parish, Louisiana.

By Pre-Application Notice dated May 15, 2008, applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no request for a Pre-Application Conference, and accordingly, no such conference will be held.

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 plat, 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 \$1,510.00 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 III

Attorneys for Questar Exploration and Production Company

WTAlII:kmw
Enclosures

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

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

T
14
N

35

R 12 W
36

R 11 W
31

31

NAYLOR #2 2,650
922'
NAYLOR #1
2,900
TAYLOR #1 BLOUNT #2
2,720
2,786
C W TAYLOR #1

ELIZABETH FRY #1
2,643

LEE ET AL #1
2,751

ANT #1
2,630
2,800
LEE ET AL #1

C W TAYLOR #
2,660

Jeanne Louise Y.
Upshaw

RRT Trust

RRT Trust

Proposed
JUR RA SU A
1

Kjell R. Waerstad

6

YOUNG REX #1
10,400

Rex Young

EARL M HARTER #1
1,735
1,735
BARLOW V O #1
2,923

EARL M HARTER ETAL #2
1,734

E P LEE #1
1,737

KENNEDY SAW MILL #1
1,764

CANNISINIA-BLOUNT #1
2,800

CV RA SU M
(to be dissolved)

NEELY #2
1,925
WAERSTAD #1

WHEELER #2 ALT
12,955

CV RA SU E

CV RA SU J

CV RA SU D

- Proposed JUR RA SU A Unit
- Existing Cotton Valley Unit
- Proposed Alternate Unit Well for JUR RA SU A
- Unit Well for JUR RA SU A



Questar Exploration & Production Company

Thom Lake Field

Red River Parish, Louisiana

Proposed JUR RA SU A