

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, OCTOBER 13, 2009**, upon the application of **NADEL & GUSSMAN-JETTA OPERATING COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation, Reservoir A, the Haynesville Formation, Reservoir B and the Smackover A Zone, Reservoir A**, in the Shongaloo Field, Webster Parish, Louisiana.

1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate from the Smackover A Zone, Reservoir A, to be designated SMK A RA SUA.
2. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the proposed unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit well and unit operator, as appropriate.
4. To provide that wells drilled to the Smackover A Zone, Reservoir A, be located no closer than 660 feet to any unit line and that there be not less than 1,500 feet between wells drilling to, completed in, or for which a permit has been issued to the Smackover A Zone, Reservoir A.
5. To provide for the downhole or wellbore combination of hydrocarbons from the Cotton Valley Formation, Reservoir A, the Haynesville Formation, Reservoir B and the Smackover A Zone, Reservoir A, underlying CV RA SUD, HAY RB SUE and SMK A RA SUA, provided the ownership within each of the units is the same and the size and configuration of the units are consistent.
6. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A was defined in Office of Conservation Order No. 165-C-1, effective July 9, 1998.

The Haynesville Formation, Reservoir B was defined in Order No. 165-L-1, effective July 9, 1998.

The Smackover A Zone, Reservoir A, is to be defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 10,480' and 10,784' (electrical log measurements) in the Wheless Industries-Pelto Oil-G.F. Reeder, et al No. 1 Well, located in Section 6, Township 22 North, Range 8 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
<http://dnr.louisiana.gov/conshearings>

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

9/8/09;9/11/09

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.