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October 13, 2009

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.

Cotton Valley Formation, Reservoir A; and
Haynesville Formation, Reservoir B; SHONGALOO
FIELD, Webster Parish, Louisiana.

Dear Sir:

INDIGO MINERALS LLC ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, and to the Haynesville Formation, Reservoir B, in the Shongaloo Field, Webster Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize an alternate unit well for CV RA SUA and for HA RB SUA at the location shown on the attached plats, in exception to the spacing provisions of Office of Conservation Order No. 165-C-1, effective July 9, 1998 (applicable to the Cotton Valley Formation, Reservoir A), and of Office of Conservation Order No. 165-L-1, effective July 9, 1978 (applicable to the Haynesville Formation, Reservoir B).
2. To find that the proposed well is necessary to efficiently and economically drain a portion of the Cotton Valley Formation, Reservoir A, underlying CV RA SUA, and a portion of the Haynesville Formation, Reservoir B, underlying HA RB SUA, which cannot be efficiently and economically drained by any existing well on these units.
3. To permit the operator of CV RA SUA and of HA RB SUA to produce the allowables assigned to these units from either the unit well, from the alternate unit well, or from a combination of such wells, at the option of the operator.
4. To permit Applicant to combine downhole production from the Cotton Valley Formation, Reservoir A, underlying CV RA SUA, with production from the Haynesville Formation, Reservoir B, underlying HA RB SUA, in any well drilled on these units in which the interests in the units are identical.
5. To discuss such other matters as may be pertinent to this application.

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

The Haynesville Formation, Reservoir B, in the Shongaloo Field, Webster Parish, Louisiana, was defined in Office of Conservation Order No. 165-L-1, effective July 9, 1998.

Any pertinent data concerning this application will be available for inspection at the offices of Mr. Craig Barclay, 522 Dumbarton, Shreveport, Louisiana 71106. Any person wishing to inspect any such data should call Mr. Barclay at (318) 869-2223 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

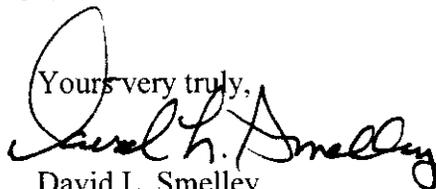
As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid 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 this letter, and of each of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to 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 the enclosed plats, 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 Shongaloo 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, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly,



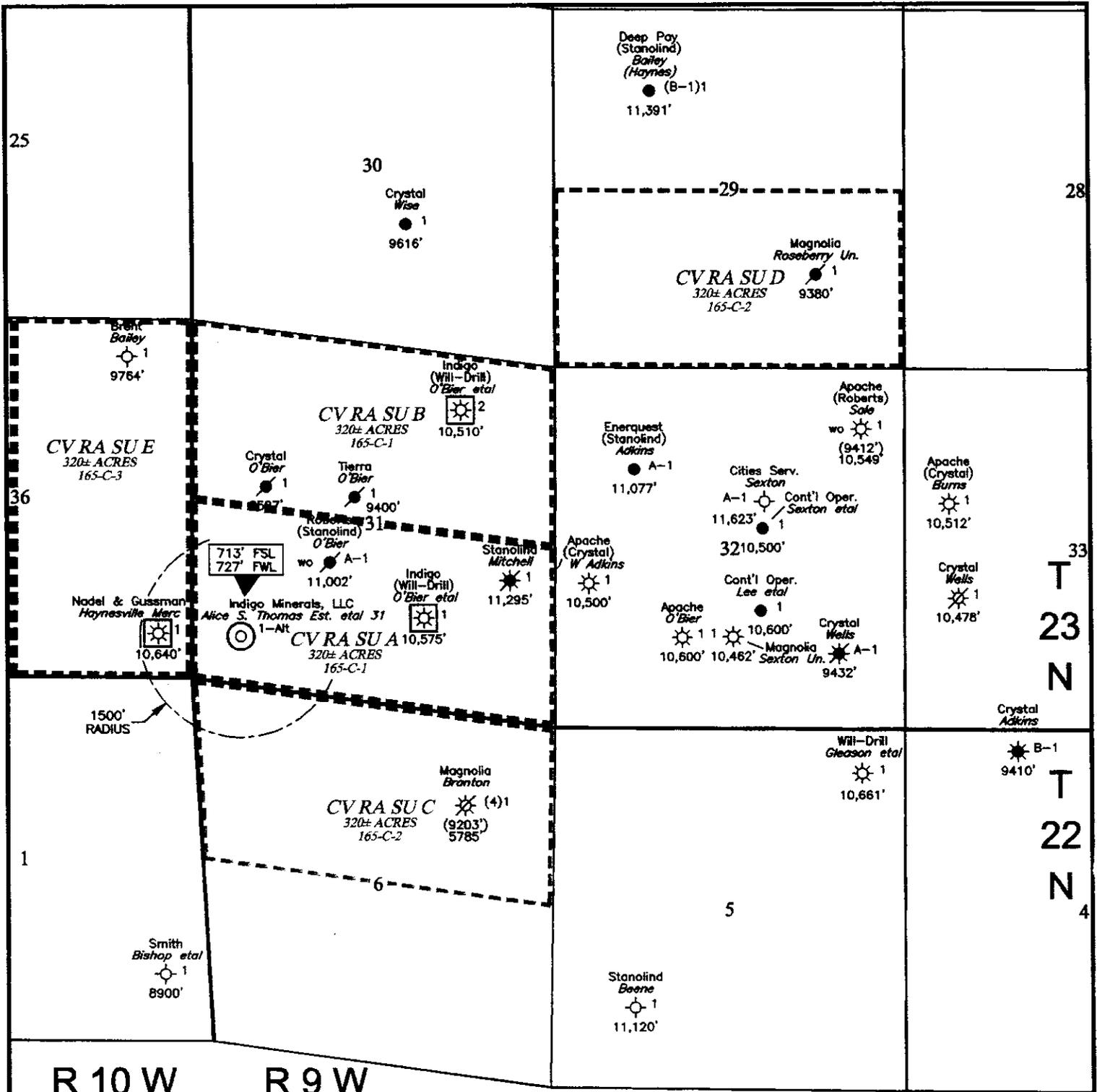
David L. Smelley
Attorney for Indigo Minerals LLC

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DLS:dp

Enclosures

cc: Mr. James C. Broussard (w/encls.)
Ms. Elizabeth Glassell (w/encls.)
Mr. Craig Barclay (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)



INDIGO MINERALS LLC
HOUSTON, TEXAS

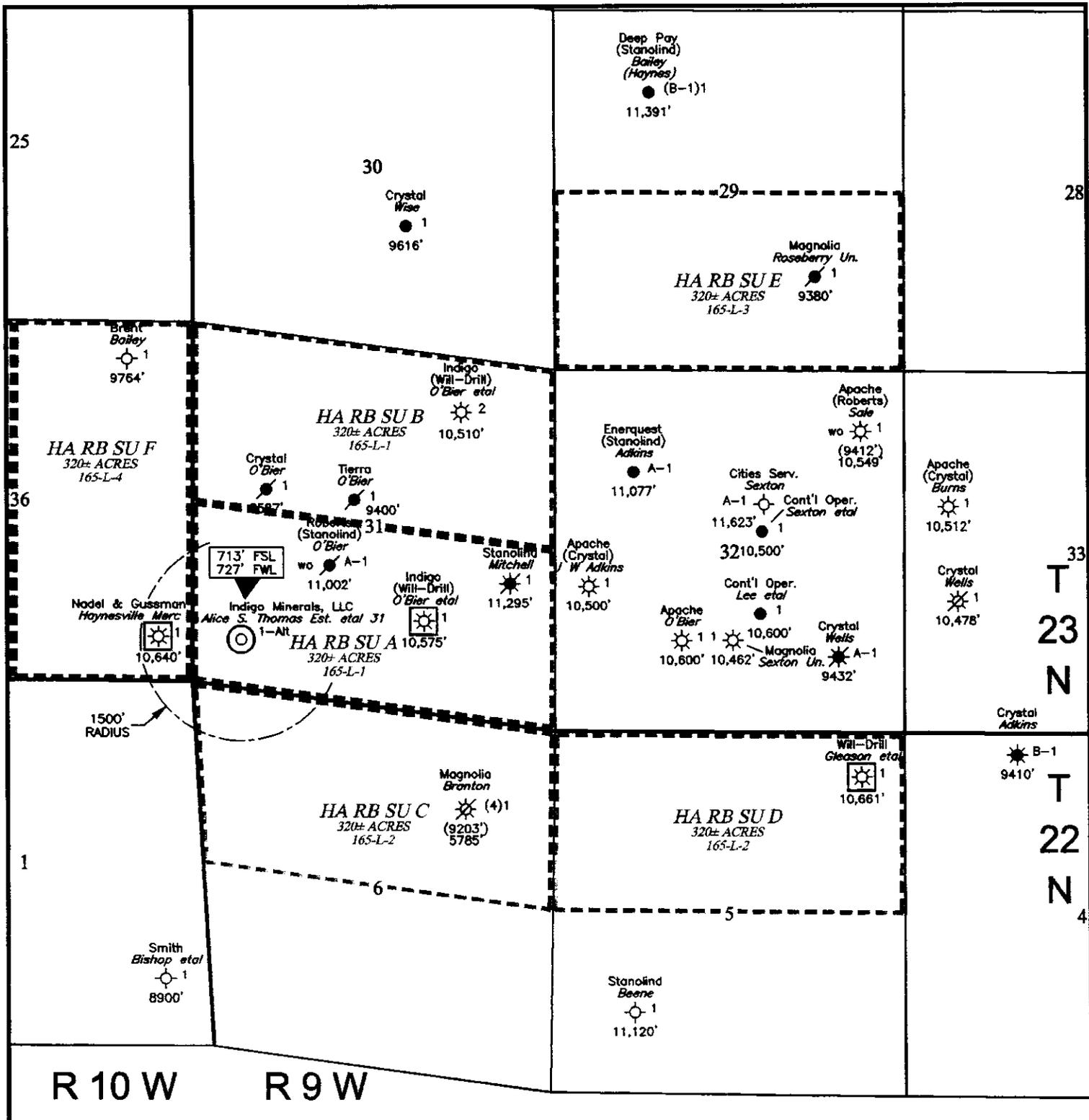
SHONGALOO FIELD
WEBSTER PARISH, LOUISIANA
PROPOSED ALTERNATE UNIT WELL
AT EXCEPTIONAL LOCATION FOR CV RA SU A

-  : EXISTING COTTON VALLEY RESERVOIR A UNITS
-  : PROPOSED CV RA SU A ALTERNATE UNIT WELL
-  : EXISTING COTTON VALLEY RESERVOIR A UNIT WELLS



ONLY WELLS > 8000' TD SHOWN

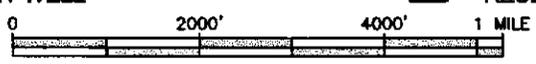
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INDIGO MINERALS LLC
HOUSTON, TEXAS

SHONGALOO FIELD
WEBSTER PARISH, LOUISIANA
PROPOSED ALTERNATE UNIT WELL
AT EXCEPTIONAL LOCATION FOR HA RB SU A

- : EXISTING HAYNESVILLE RESERVOIR B UNITS
- : PROPOSED HA RB SU A ALTERNATE UNIT WELL
- : EXISTING HAYNESVILLE RESERVOIR B UNIT WELLS



ONLY WELLS > 8000' TD SHOWN

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