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January 15, 2009

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When calling relative to this matter
refer to No. 1874

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: **Haynesville Zone, Reservoir A
Caspiana Field
Caddo and DeSoto Parishes, Louisiana**

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Haynesville Zone, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana:

1. To create two additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, to be designated HA RA SU67 & HA RA SU80, as shown outlined on the plat attached hereto;
2. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the proposed units 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 unit wells and unit operators, as appropriate;
4. To provide that future wells drilled to the Haynesville Zone, Reservoir A, within or outside the proposed units, be located no closer than 330 feet to any unit boundary and no closer than 660 feet to any well drilling to, completed in, or for which a permit shall have been granted to the Haynesville Zone, Reservoir A;
5. Should it become necessary, to provide as exceptions to spacing the locations any wells which may be drilled on the proposed units insofar as distance between wells located on offset units may be concerned, provided that such proposed wells are located no closer than 660 feet from wells on offsetting units;
6. To provide that with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed units, where the horizontal lateral portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus;

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7. To define the Haynesville Zone, Reservoir A, AS TO HA RA SU67 and HA RA SU80, as the stratigraphic equivalent of that gas and condensate bearing interval occurring between the depths of 9,720 feet and 11,690 feet (electric log measurements) in the KCS Resources, Inc. - Hunt Plywood No. 11 Well located in Section 36, Township 15 North, Range 13 West, DeSoto Parish, Louisiana;
8. To add the Haynesville Zone, Reservoir A, to the downhole combination authority provided for in the Caspiana Field with respect to the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in any well drilled on the proposed units to the extent the units for all three zones are identical in size, configuration and ownership;
9. To extend to the proposed unit, except as in conflict herewith, the provisions of Office of Conservation Order No. 191-H, effective August 28, 2007, as amended and supplemented by the 191-H Series of Orders
10. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Haynesville Zone, Reservoir A, in the Caspiana Field, was initially defined in Office of Conservation Order No. 191-H, effective August 28, 2007, and has been redefined by subsequent Orders of the 191-H Series of Orders, and is to be further redefined as to HA RA SU67 and HA RA SU80 as stated herein.

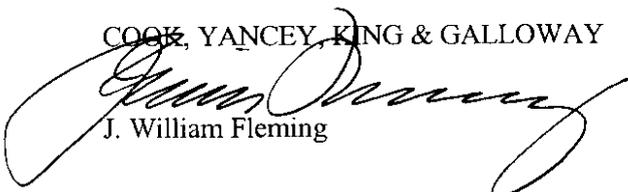
Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Craig Barclay, 522 Dumbarton Drive, Shreveport, Louisiana 71106, at telephone number (318) 869-2223.

A Pre-Application Notice letter dated December 31, 2008, was circulated in connection with this matter. There was no request received for a conference; accordingly, no conference was held.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed with the copy of this application being sent to the Commissioner of Conservation is a check for the appropriate application fee.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY


J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Mr. Ron Tuminello
Mr. Craig Barclay

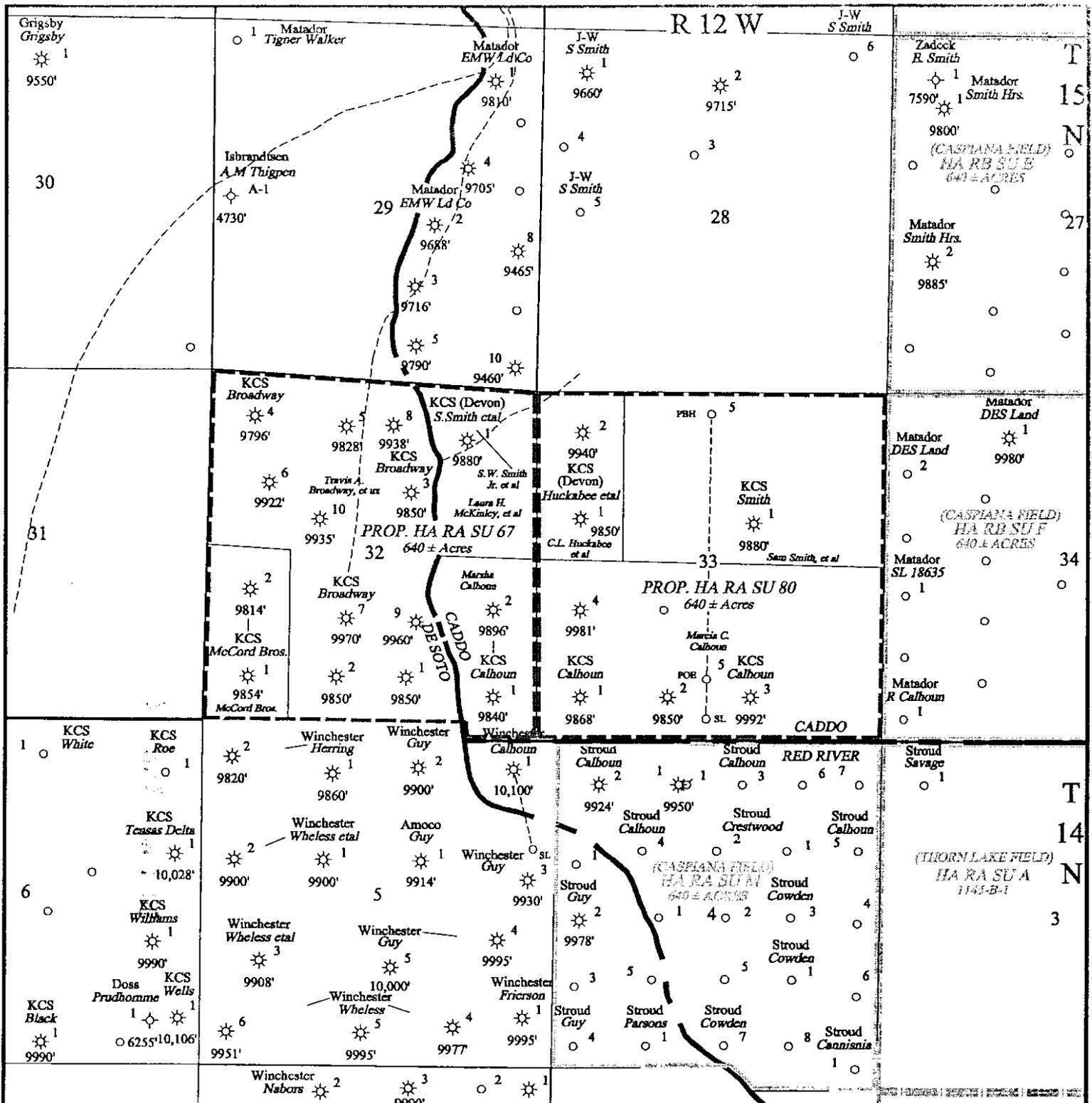


EXHIBIT NO. 1

DOCKET NO. 08-

PETROHAWK OPERATING COMPANY
Tulsa, Oklahoma

CASPIANA FIELD
Caddo & DeSoto Parishes, Louisiana

PROPOSED HAYNESVILLE RESERVOIR A SAND UNITS

- :PROPOSED HAYNESVILLE RESERVOIR A SAND UNITS
- :EXISTING / PENDING HAYNESVILLE RESERVOIR A SAND UNITS

