

**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, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY, JULY 1, 2009**, upon the application of **NELSON ENERGY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir B**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

1. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir B, such unit being shown on the plat submitted with the application and being designated HA RB SUH.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests 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 an operator of, and unit well for, the proposed unit as may be appropriate.
4. To redefine the Haynesville Zone, Reservoir B, as to the proposed additional unit as that gas and condensate bearing interval encountered between the measured depths of 10,260' and 11,860' in the Bidas Energy USA Inc.-David Mason 27 No. 1 Well, located in Section 27, Township 13 North, Range 15 West.
5. To provide that for any horizontal well drilled within the proposed unit, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, the distance to any unit boundary and offset well will be calculated based on the distance to the nearest perforation in the well and not based on the penetration point or terminus of the well in the Haynesville Zone.
6. To expand the provisions of Office of Conservation Order No. 289-20, effective May 16, 2006, authorizing downhole combination of production from the Hosston Formation, Reservoir A, underlying HOSS RA SU13 with production from the Cotton Valley Formation, Reservoir A, underlying CV RA SU77, so as to include production from the Haynesville Zone, Reservoir B, underlying the proposed unit HA RB SUH, in any well in which the interests in the units from which production is to be combined downhole are identical.
7. To extend, except as in conflict herewith, the provisions of Order No. 289-R-1, effective April 29, 2008, as amended and supplemented by the Order No. 289-R-1 Series of Orders, and of all applicable Statewide Orders, to the proposed additional unit.
8. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir B was initially defined in Order No. 289-R-1, effective April 29, 2008.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

[www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm](http://www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm).

All parties having interest therein shall take notice thereof.

**BY ORDER OF:**

**JAMES H. WELSH  
COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

5/8/09;5/13/09

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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.**