

COOK, YANCEY, KING & GALLOWAY

A PROFESSIONAL LAW CORPORATION

333 TEXAS STREET, SUITE 1700

POST OFFICE BOX 22260

SHREVEPORT, LOUISIANA 71120-2260

www.cookyancey.com

J. William Fleming

Writer's Direct

(318) 227-7724

bill.fleming@cookyancey.com

May 27, 2009

TELEPHONE (318) 221-6277

TELECOPIER (318) 227-7850

When calling relative to this matter, refer to file No. 1993.

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

Re: Haynesville Zone, Reservoir A
Elm Grove Field
Webster Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, LLC 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 Elm Grove Field, Webster Parish, Louisiana:

1. To create one additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, in the Elm Grove Field, Webster Parish, Louisiana, to be designated HA RA SU85, as shown outlined on the plat attached hereto and made a part hereof;
2. To define the Haynesville Zone, Reservoir A, in the Elm Grove Field, INSOFAR AS HA RA SU85 IS CONCERNED, as the stratigraphic equivalent of that gas and condensate bearing interval occurring between the depths of 9,650 feet and 11,426 feet (electric log measurements) in the KCS Resources, Inc. - Elm Grove Plantation No. 15 Well (Serial No. 229326) located in Section 9, Township 16 North, Range 11 West, Bossier Parish, Louisiana;
3. 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;
4. To designate a unit well and unit operator, as appropriate;
5. To provide that with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, in or to serve the proposed unit, 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 and offset wells in adjacent units 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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6. To extend to the additional unit, except to the extent inconsistent herewith, the provisions of Office of Conservation Order No. 361-L, effective July 29, 2008, as amended and supplemented by the 361-L Series of Orders, and of all applicable Statewide Orders; and
7. 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 Elm Grove Field, Caddo, Bossier and Webster Parishes, Louisiana, was previously defined in Office of Conservation Order No. 361-L, effective July 29, 2008, and is to be redefined INsofar AND ONLY INsofar AS TO HA RA SU85 as provided herein.

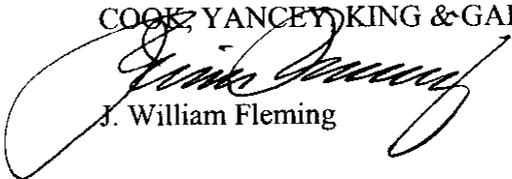
Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Craig Barclay, 522 Dumbarton Drive, Shreveport, Louisiana 71106, at telephone number (318) 869-2223.

A pre-application notice dated May 13, 2009, was circulated in connection with this matter. There was no request received for a conference; accordingly, no conference will be held.

The list of parties attached to the copies of this application being sent to the Office of Conservation 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. Enclosed with the copy of this letter 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. Craig Barclay
Ms. Toni Semple

T 17 N - R 10 W

PEND HA RA SU 88
09-367

Wilson
J S Willis
1
6141'

19

20

21

J-W Martin Timber 1
J-W Jordan 1
J-W Holcomb 1
10,856' J-W Lee 1
10,275' J-W Coleman 1
9999' J-W Coleman 2
J-W Wintanute 1
10,330' J-W Rollo 1
1,9730' J-W Ackers 1
10,295' 2 J-W Johnson 1
10,180' J-W Webb 3
4 J-W Johnson 4
1 J-W M L J 1
J-W Hooper 3
12,240'

HA RA SU 85
Devon Kenner
640 ± ACRES
McKinley O. Kenner, et ux
(Sapphire Royalties, Inc.)
10,382'
10,200'
10,047'
10,704'
KCS (Pennzoenergy)
Gauthier
John D. Johnson, et ux
Wallace Peters, et ux
KCS Heron, et al
10,300'
10,601'
10,039'
PEND HA RA SU 62
09-524
32
J-W Garrison 1
9985'
9983'
9992'
10,030' J-W Hinton 1
9983' J-W Harrison 1
SL 16531
10,039' J-W Lake Bistineau 31
10,039'

28
29
30
31
32
33
Canterra Rowell 1
Canterra Rowell 1
Canterra Scherer Tr. 1
Canterra Phillips 1
9854'

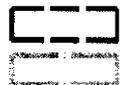
EXHIBIT NO. 1

DOCKET NO. 08-

KCS RESOURCES, LLC
Tulsa, Oklahoma

ELM GROVE FIELD
Webster Parish, Louisiana

PROPOSED HAYNESVILLE ZONE, RESERVOIR A SAND UNIT 85



: PROPOSED HAYNESVILLE ZONE, RESERVOIR A SAND UNIT
: EXISTING / PENDING HAYNESVILLE RESERVOIR A SAND UNITS

