

December 3, 2008

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

RE: 9800' Zone, Reservoir A
Marg Vag Sand, Reservoir B
Marg Vag Sand, Reservoir D
CROWLEY FIELD
Acadia Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Kaiser-Francis Oil Company to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the 9800' Zone, Reservoir A, Marg Vag Sand, Reservoir B and the Marg Vag Sand, Reservoir D, in the Crowley Field, Acadia Parish, Louisiana.

FOR THE 9800' ZONE, RESERVOIR A

1. To establish rules and regulations governing the exploration for and production of oil and gas from the 9800' Zone, Reservoir A, in the Crowley Field, Acadia Parish, Louisiana.
2. To create a single drilling and production unit for this zone and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
3. To designate a unit operator and a unit well for the unit so created as may be appropriate.
4. To provide that the 9800' Zone, Reservoir A, should be exempt from the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the reservoir by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. To discuss any other matters that may be pertinent to this application

The 9800' Zone, Reservoir A, in the Crowley Field, Acadia Parish, Louisiana, is hereby defined as that oil and gas bearing zone encountered between 9,880' to 9,942' electric log measured depths (9,777' to 9,836' true vertical depths) in the Kaiser-Francis Oil Company - Jeffers No. 1 Well, located in Section 10, Township 10 South, Range 1 East, Acadia Parish, Louisiana.

FOR THE MARG VAG SAND, RESERVOIR B AND THE MARG VAG SAND, RESERVOIR D

1. To dissolve the MARG V RB SUA, as established by Office of Conservation Order No. 544-Q-2, effective February 23, 1999 in the Crowley Field, and simultaneously therewith, to create a single drilling and production unit for the exploration for and production of gas and condensate from the Marg Vag Sand, Reservoir D, in the Crowley Field, Acadia Parish, Louisiana.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
3. To designate a unit operator and a unit well for the unit so created as may be appropriate.
4. To provide that the Marg Vag Sand, Reservoir D, should be exempt from the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the reservoir by a supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. To discuss any other matters that may be pertinent to this application.

The Marg Vag Sand, Reservoir D, in the Crowley Field, Acadia Parish, Louisiana, is hereby defined as that gas and condensate bearing sand encountered between 10,452' to 10,470' electric log measured depths (10,325' to 10,343' true vertical depths) in the Kaiser-Francis Oil Company - Jeffers No. 1 Well, located in Section 10, Township 10 South, Range 1 East, Acadia Parish, Louisiana.

In addition to furnishing the legal notice to all Interested Parties, the applicant will provide for POSTING of the legal notice of the hearing and unit plats in a prominent place in the area of the Crowley Field, Acadia Parish, Louisiana, and will cause the legal notice of the hearing to be PUBLISHED in a newspaper of general circulation published in the vicinity of the Crowley Field, Acadia Parish, Louisiana, at least fifteen (15) days before the hearing date. Any pertinent data relating to the subject application can be obtained, **AT THE COST OF THE REQUESTING PARTY**, from Cambe Geological Services, 6300 Westpark, Suite 400, Houston, Texas 77057 (713-659-8363).

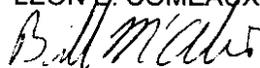
In compliance with the Rules of Procedure, a preapplication notice was given, but no request for a conference was received, and therefore, none was held.

There are attached hereto and made a part hereof plats outlining the proposed units and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties and proposed unit plats (being the same plats attached to the November 18, 2008 Notice) are being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, said plats and the list of parties will be provided to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check on behalf of the applicant, Hilcorp Energy Company, in the sum of \$2265.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES

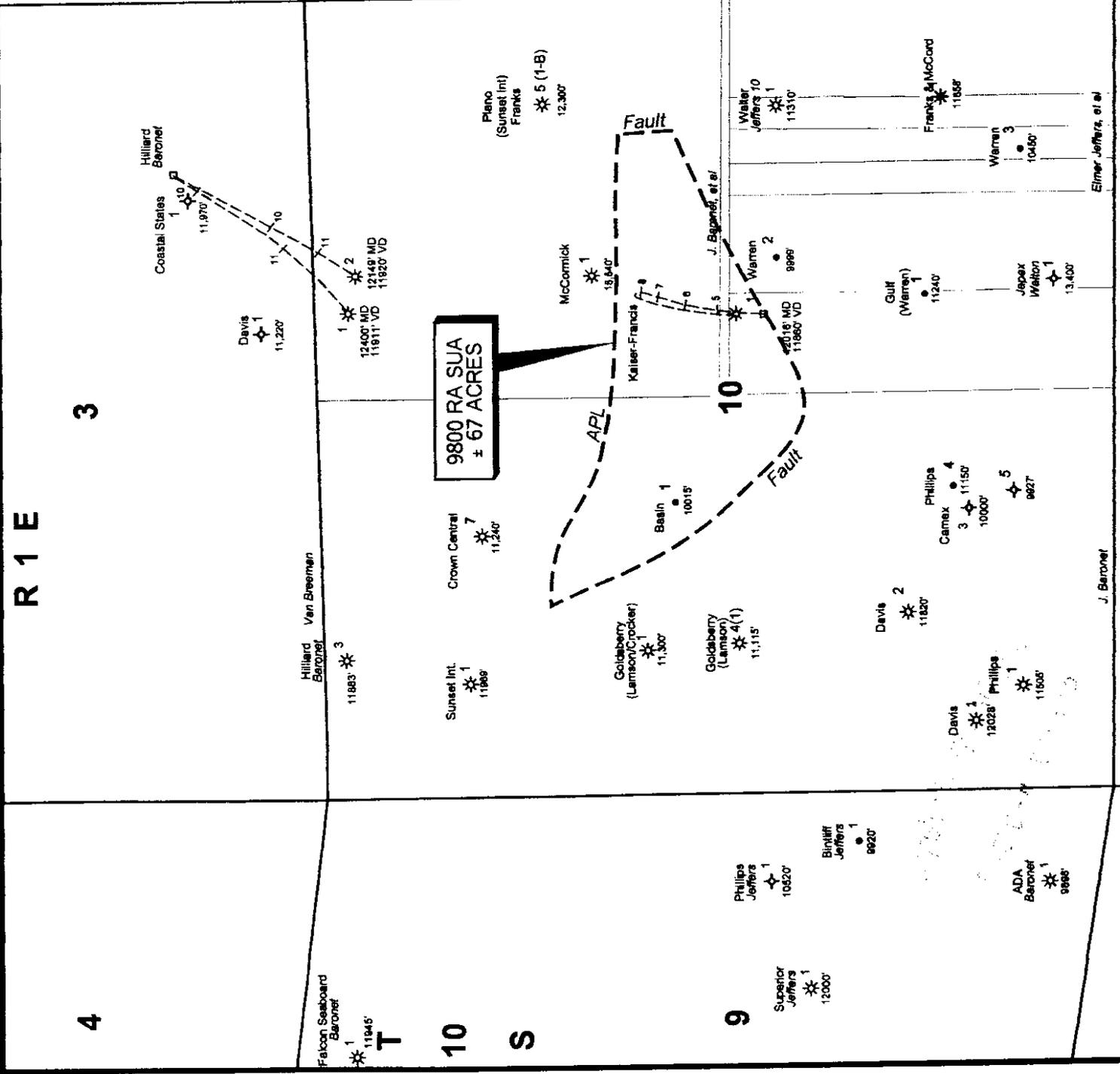


Bill McAlister

BM/cu
Enclosures
cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd.
Brandywine III, Suite 220
Lafayette, Louisiana 70508

Interested Parties, Interested
Owners and Represented Parties

EXHIBIT NO. DOCKET NO.
KAISER-FRANCIS OIL COMPANY
CROWLEY FIELD
 ACADIA PARISH, LOUISIANA
PROPOSED UNIT
9800' ZONE
 Geology by: William S. McAlister, Jr.
 DATE: _____
LEONE E. COMEAUX & ASSOC. GEOLOGISTS



Robert M. Blier, Jr., et al

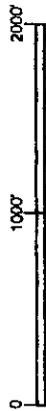
Elmer Jeffers, et al

J. Baronef

EXHIBIT NO. DOCKET NO.
KAISER-FRANCIS OIL COMPANY

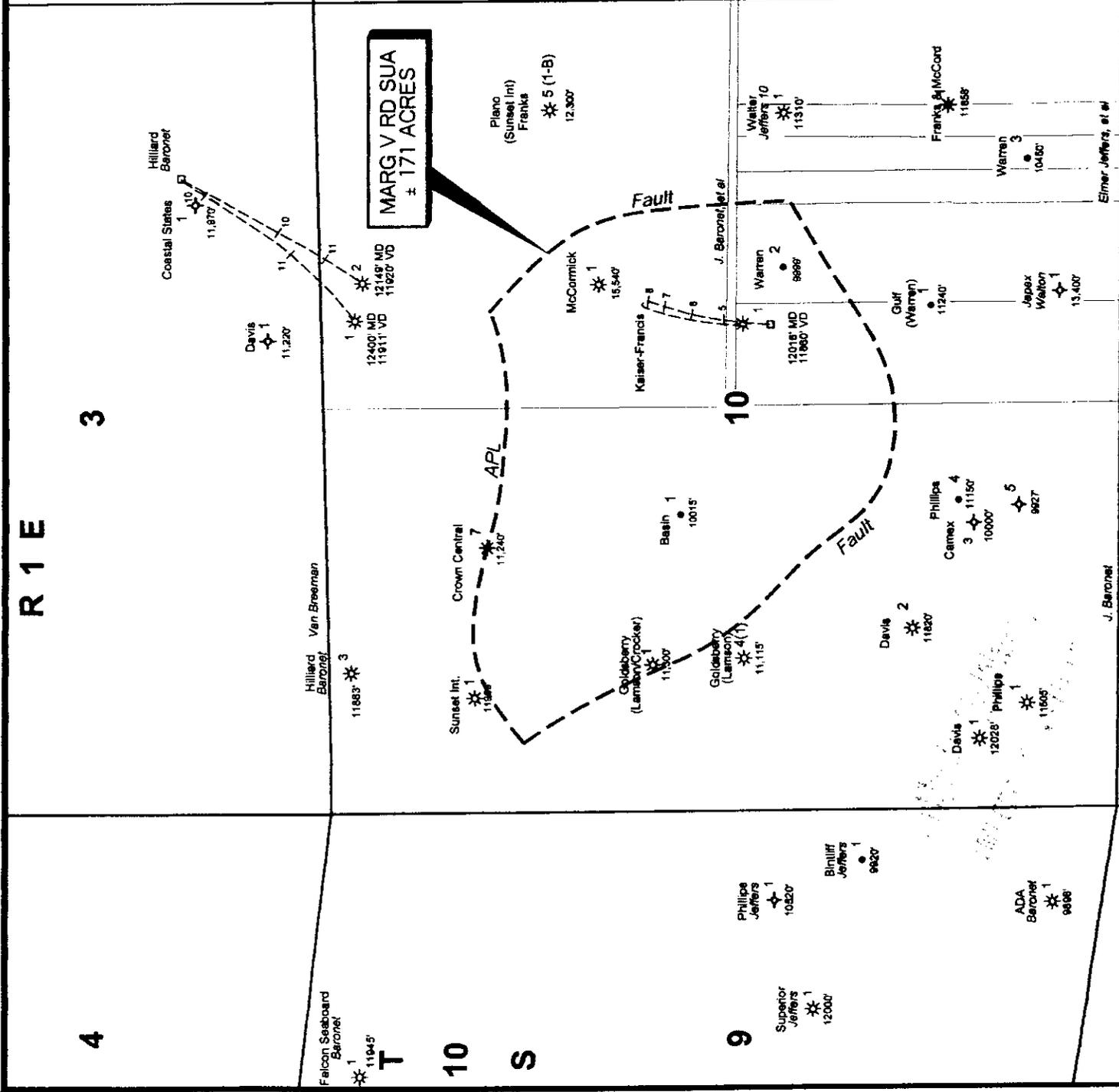
CROWLEY FIELD
ACADIA PARISH, LOUISIANA

PROPOSED UNIT
MARG VAG SAND
Geology by: William S. McAllister, Jr.



DATE:

LEON E. COMEAUX & ASSOC. GEOLOGISTS



Robert M. Billel, Jr., et al

Elmer Jeffers, et al

J. Baronet