

LOUIS GILBERT & ASSOCIATES, INC.
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June 15, 2009

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

RE: Substitute Unit Well Request
11,400' RA SUA
LIVE OAK FIELD
Vermilion Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Dune Operating Company ("Applicant") to the Commissioner of Conservation for the calling of a public hearing, after ten (10) days legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the 11,400' Sand, Reservoir A, in the Live Oak Field, Vermilion Parish, Louisiana.

1. To allow the Applicant to designate and utilize their Live Oak Plantation Trust No. 2 well as a substitute unit well for the 11,400' RA SUA at a location which is in exception to the well spacing provisions of Office of Conservation Order No. 300-Z, effective November 18, 1997, and as shown on the attached substitute unit well location plat.

2. To find that the proposed substitute unit well is necessary to effectively and efficiently drain a portion of 11,400' RA SUA which cannot be effectively and efficiently drained by any existing well.

3. To designate Dune Operating Company as operator of the 11,400' RA SUA.

4. To consider such other matters as may be pertinent to this application.

The 11,400' Sand, Reservoir A, was previously defined in Office of Conservation Order No. 300-Z, effective November 18, 1997.

All pertinent data relating to the subject application is available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 N. Causeway Blvd., Suite 204, Metairie, Louisiana 70002. Any person wishing to inspect such data should call (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the Office of Conservation can be obtained at the expense of the requesting party.

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 proposed substitute well location plat in a prominent place in the area of the Live Oak Field,

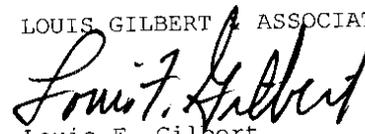
Vermilion Parish, Louisiana. Also, the legal notice will be PUBLISHED in a newspaper of general circulation in the vicinity of the Live Oak Field.

There is attached hereto and made a part hereof, a list of the names and addresses of the Interested Parties, Interested Owners and Represented Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. The aforementioned list is available upon request to any Interested Party. A diligent effort was made to ascertain the names and addresses of all Interested Parties, Interested Owners, and Represented Parties as required by the Revised Rules of Procedure.

There is attached hereto a check made payable to the Office of Conservation, representing the required hearing application fee on behalf of the Applicant.

Very truly yours,

LOUIS GILBERT ASSOCIATES, INC.



Louis F. Gilbert

cc: Mr. Richard Hudson (w/ enclosures)
District Manager

Mr. Rick Castagno
Dune Operating Company (w/enclosures)

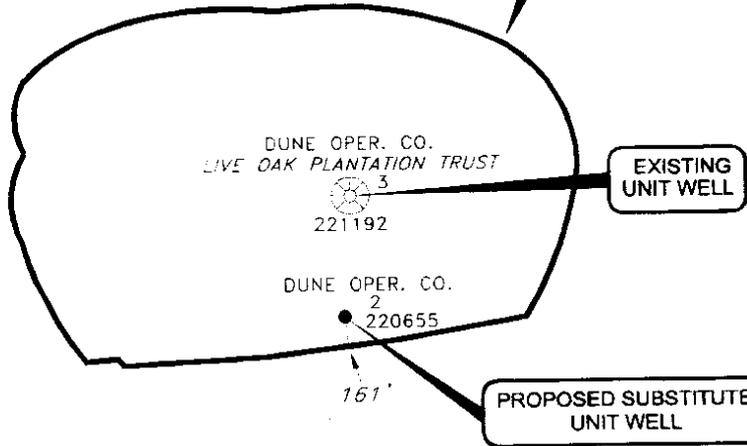
Ms. Jobeth Hines
Dune Operating Company (w/enclosures)

Ms. Lori Hodge
J. Connor Consulting, Inc. (w/enclosures)

Interested Parties, Interested Owners
and Represented Parties (w/ Plat)

T14S-R3E

11,400' RA SUA
ORDER NO. 300-Z



DUNE OPER. CO.
LIVE OAK PLANTATION TRUST

3
221192

DUNE OPER. CO.
2
220655

151'

EXISTING
UNIT WELL

PROPOSED SUBSTITUTE
UNIT WELL

LAMBERT GRID NORTH
NAD 1927 LA. S.Z.

SEC. 88
SEC. 89

DUNE OPERATING COMPANY
LIVE OAK PLANTATION TRUST NO. 2
SECTION 88, T 14 S - R 3 E
LIVE OAK FIELD
VERMILION PARISH, LOUISIANA

 **C&C Technologies**
SURVEY SERVICES

1000 CALDWAY ROAD, LAKE CHARLES, LA 70601-2601
DWG. BY: JMB CHK. BY: HEK
FILENAME: L:\14S03E09-7116D09-7116.DWG

0' SCALE IN FEET 1000'


DATE: 05/29/09