

LISKOW & LEWIS

A Professional Law Corporation

822 Harding Street
Post Office Box 52008
Lafayette, LA 70505
(337) 232-7424 Main
(337) 267-2399 Fax

www.Liskow.com

One Sibley Square
701 Poydras Street, Suite 5000
New Orleans, LA 70139
(504) 581-7878 Main
(504) 588-4105 Fax

First City Tower
1001 Fannin, Suite 1800
Houston, TX 77002
(713) 681-2500 Main
(713) 681-2508 Fax

July 10, 2009

Richard W. Revels, Jr.
rwrevels@liskow.com

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: Hosston Formation, Reservoir A
Cotton Valley Formation, Reservoir A
Haynesville Zone, Reservoir A
Redoak Lake Field
DeSoto and Red River Parishes, Louisiana

Application is hereby made on behalf of **ENCANA OIL AND GAS (USA) INC.** for the calling of public hearings, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters:

1. To establish rules and regulations and to create three (3) drilling and production units for the exploration for and production of gas and condensate from the following:
 - (a) Hosston Formation, Reservoir A, said units to be designated HOSS RA SUA through HOSS RA SUC; and,
 - (b) Cotton Valley Formation, Reservoir A, said units to be designated CV RA SUA through CV RA SUC,

all in the Redoak Lake Field, DeSoto and Red River Parishes, Louisiana, as shown on the plats attached hereto and made a part hereof.

2. To create three (3) additional drilling and production units for the Haynesville Zone, Reservoir A, in the Redoak Lake Field, DeSoto and Red River Parishes, Louisiana, said additional units to be designated HA RA SUC through HA RA SUE, as shown on the plats attached hereto and made a part hereof.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
4. To provide that any future wells drilled to the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in the Redoak Lake Field, within or outside the units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
5. That any future wells drilled to the Haynesville Zone, Reservoir A, within or outside of the units created herein, should be located no closer than 330 feet from any unit boundary and no closer than 660 feet to any well on a competitive unit completed in, drilling to, or for which a permit has been granted to drill to said reservoir.
6. That any future horizontal wells drilled to the Haynesville Zone, Reservoir A, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or other well completed in, drilling to, or for which a permit has been granted to drill to said reservoir, will be calculated based on the distance to the nearest perforations in the well, and not based on the penetration point or terminus.

July 10, 2009

7. Except to the extent contrary herewith, to extend to the proposed additional units for the Haynesville Zone, Reservoir A, all pertinent provisions of the order to be issued as a result of the hearing held on June 2, 2009, in Baton Rouge, Louisiana, under Docket No. 09-596, and applicable statewide orders.
8. To consider such others matters as may be pertinent.

The Hosston Formation, Reservoir A in the Redoak Lake Field, Red River and DeSoto Parishes, Louisiana, is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 7,040 feet and 9,870 feet (electric log measurements) in the Phillips Petroleum Company – Martin “B” No. 1 Well, located in Section 32, Township 11 North, Range 10 West, Natchitoches Parish, Louisiana

The Cotton Valley Formation, Reservoir A in the Redoak Lake Field, Red River and DeSoto Parishes, Louisiana, is hereby defined as the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 9,870 feet and 11,135 feet (electric log measurements) in the Phillips Petroleum Company – Martin “B” No. 1 well, located in Section 32, Township 11 North, Range 10 West, Natchitoches Parish, Louisiana

The Haynesville Zone, Reservoir A in the Redoak Lake Field, DeSoto and Red River Parishes, Louisiana, is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 11,135 feet and 13,140 feet (electric log measurements) in the Phillips Petroleum Company – Martin “B” No. 1 well, located in Section 32, Township 11 North, Range 10 West, Natchitoches Parish, Louisiana

Any pertinent data, including well logs, not available at the Office of Conservation, may be obtained **AT THE COST OF THE REQUESTING PARTY** from Bill Dale with W. H. Robbins & Associates, L.L.C., 302 LaRue France, Lafayette, Louisiana 70508, Telephone Number (337)232-5004.

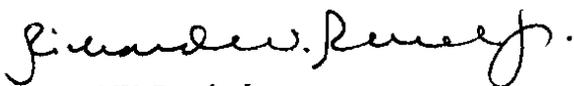
Pursuant to the Rules of Procedure, a pre-application conference was held on July 9, 2009, in Natchitoches, Louisiana, at which the parties named on the attached list were in attendance. Representatives of the applicant explained the bases for the applicant’s proposals. Questions were asked and answered. Representatives of owners of interests in the Oxbow Lignite Mine expressed concern that the creation of drilling units and development of said units proposed for Section 11 might interfere with the efficient operation of the mine in the future. We expect those same concerns to be voiced at the hearing. The conference was adjourned.

Attached hereto and made a part hereof are plats outlining the applicant’s proposals, the conference attendance list and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, 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 furnished 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, enclosed is our check in the amount of \$2,265.00 made payable to the Office of Conservation submitted on behalf of the applicant representing the hearing application fee.

Sincerely,

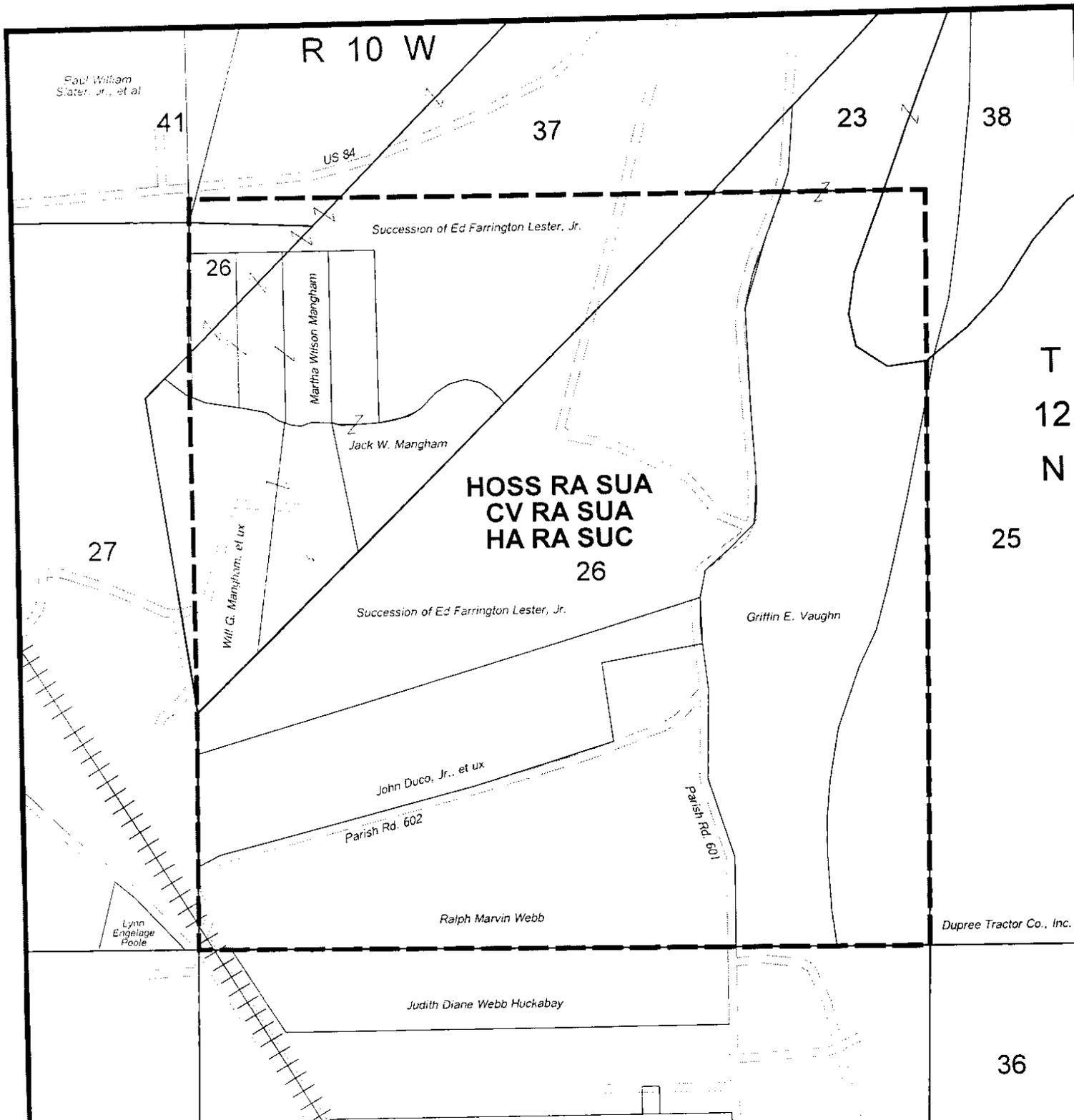
LISKOW & LEWIS



Richard W. Revels, Jr.

RWRjr:dbf
Attachments

cc: Mr. James Broussard, Shreveport District Office of Conservation
cc: Interested Owners, Represented Parties and Interested Parties
246107_1
23523.0206



**HOSS RA SUA
CV RA SUA
HA RA SUC**
26

--- PROPOSED UNIT BOUNDARY
NOTE: ALL BOUNDARIES ARE GEOGRAPHIC
ALL UNITS ± 640 ACRES
All Wells Shallower Than 6000' Omitted

EXHIBIT NO. _____
DOCKET NO. _____
DATE: _____

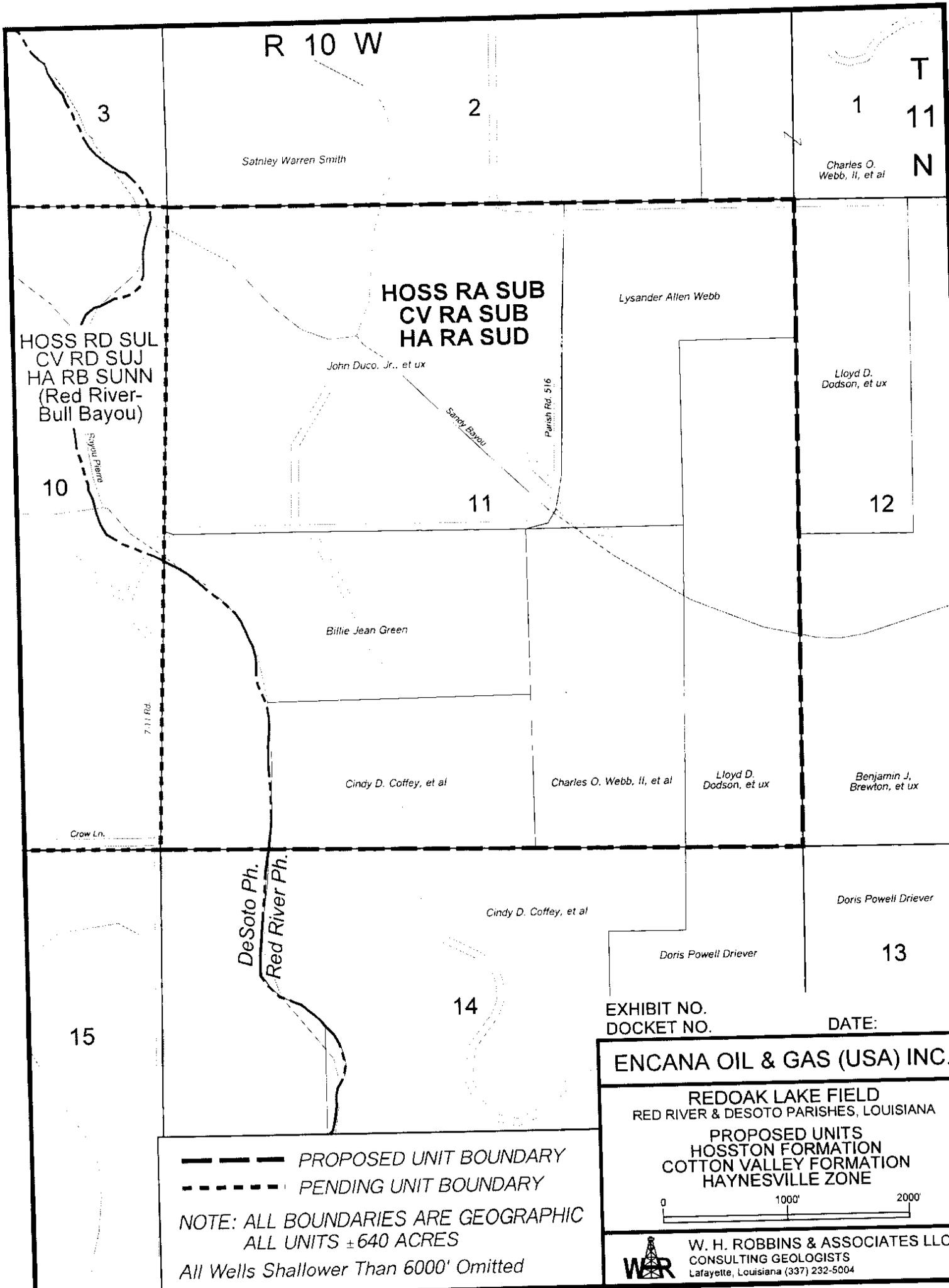
ENCANA OIL & GAS (USA) INC.

REDOAK LAKE FIELD
RED RIVER PARISH, LOUISIANA

PROPOSED UNITS
HOSSTON FORMATION
COTTON VALLEY FORMATION
HAYNESVILLE ZONE

0 1000' 2000'

W. H. ROBBINS & ASSOCIATES LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004



R 10 W

T
11
N

3

2

1

Stanley Warren Smith

Charles O. Webb, II, et al

HOSS RD SUL
CV RD SUJ
HA RB SUNN
(Red River-Bull Bayou)

HOSS RA SUB
CV RA SUB
HA RA SUD

Lysander Allen Webb

John Duco, Jr., et ux

Lloyd D. Dodson, et ux

10

11

12

Spring Branch

Spring Bayou

Parish Rd. 516

Billie Jean Green

Cindy D. Coffey, et al

Charles O. Webb, II, et al

Lloyd D. Dodson, et ux

Benjamin J. Brewton, et ux

7-11 Rd.

Crow Ln.

DeSoto Ph.
Red River Ph.

Cindy D. Coffey, et al

Doris Powell Driever

Doris Powell Driever

13

15

14

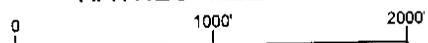
EXHIBIT NO.
DOCKET NO.

DATE:

ENCANA OIL & GAS (USA) INC.

REDOAK LAKE FIELD
RED RIVER & DESOTO PARISHES, LOUISIANA

PROPOSED UNITS
HOSSTON FORMATION
COTTON VALLEY FORMATION
HAYNESVILLE ZONE



—— PROPOSED UNIT BOUNDARY
- - - - PENDING UNIT BOUNDARY

NOTE: ALL BOUNDARIES ARE GEOGRAPHIC
ALL UNITS ± 640 ACRES

All Wells Shallower Than 6000' Omitted



W. H. ROBBINS & ASSOCIATES LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004

R 9 W

Robert Legrande

19

J. W. Coats Trust

20

51

T
11
N

Robert Legrande

LA 174

HOSS RA SUC
CV RA SUC
HA RA SUE

29

Robert Legrande

Parish Rd. 504

28

Robert Legrande

30

J. W. Coats Trust

Robert Legrande

Robert Legrande

33

31

William
Clayton Legrande

32

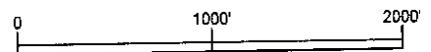
Robert Legrande

EXHIBIT NO.
DOCKET NO.

DATE:

ENCANA OIL & GAS (USA) INC.

REDOAK LAKE FIELD
RED RIVER PARISH, LOUISIANA
PROPOSED UNITS
HOSSTON FORMATION
COTTON VALLEY FORMATION
HAYNESVILLE ZONE



--- PROPOSED UNIT BOUNDARY
NOTE: ALL BOUNDARIES ARE GEOGRAPHIC
ALL UNITS ± 640 ACRES
All Wells Shallower Than 6000' Omitted



W. H. ROBBINS & ASSOCIATES LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-6004