

BLANCHARD WALKER

A TRADITION OF EXCELLENCE SINCE 1917

BLANCHARD, WALKER, O'QUIN & ROBERTS
A PROFESSIONAL LAW CORPORATION

400 Texas Street, Suite 1400
Shreveport, LA 71101
Firm: 318.221.6858
Fax: 318.227.2967
Web: www.bwor.com

July 16, 2009

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

Mailing Address:
P.O. Drawer 1126
Shreveport, LA 71163-1126

WM. TIMOTHY ALLEN, III
Direct: 318.934.0217
Email: tallen@bwor.com

RE: HEARING APPLICATION
Haynesville Zone, Reservoir A
Elm Grove Field
Caddo Parish, Louisiana
Our File No. 430071.212

Dear Sir:

On behalf of QUESTAR EXPLORATION AND PRODUCTION COMPANY, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Haynesville Zone, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana:

1. To create one (1) additional drilling and production unit (to be designated as HA RA SU87), as shown on the attached plat, for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana;
2. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
3. To redefine the Haynesville Zone, Reservoir A, in the Elm Grove Field, INsofar AND ONLY INsofar as the proposed HA RA SU87, is concerned, as being the stratigraphic equivalent of that gas and condensate bearing zone occurring between the depths of 9,650 feet and 11,426 feet (electrical log measurements) in the KCS Resources, Inc. - Elm Grove Plantation No. 15 Well, located in the Section 9, Township 16 North, Range 11 West, Bossier Parish, Louisiana.
4. To designate a unit operator and unit well for the proposed unit, if appropriate.
5. Except to the extent contrary herewith, to extend the provisions of Office of Conservation Order No. 361-L, effective July 29, 2008, to the proposed unit.
6. To provide that with respect to future horizontal wells drilled within the proposed unit and to the Haynesville Zone, Reservoir A, in the Elm Grove Field, 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 and between wells will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus;
7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

Commissioner of Conservation
July 16, 2009
Page 2

The Haynesville Zone, Reservoir A, in the Elm Grove Field, Caddo Parish, Louisiana, was initially defined in Office of Conservation Order No. 361-L, effective July 29, 2008, but shall be redefined as set forth above.

By Pre-Application Notice dated June 23, 2009, applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no request for a Pre-Application Conference, and accordingly, no conference will be held.

Pertinent data concerning the intended application will be made available for inspection at the offices of the undersigned. Any person wishing to inspect such data should call the undersigned at (318) 221-6858 during normal business hours or write the undersigned at the above address in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained AT THE EXPENSE OF THE REQUESTING PARTY.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plat, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Revised Rules of Procedure. 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 Shreveport District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it.

A check in the amount of \$755.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

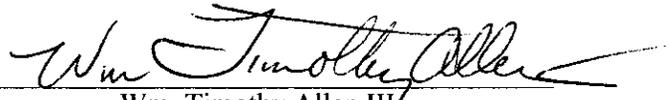
This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

You may have received this Hearing Application even though your property may not be included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this Hearing Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

By: 
Wm. Timothy Allen III

Attorneys for Questar Exploration and Production Company

WTAIII:kmw
Enclosures

cc: Mr. James C. Broussard, Shreveport District Manager,
Office of Conservation (w/enclosures)

Interested Owners, Represented Parties
and Interested Parties (w/copy of plat only)

