

December 15, 2009

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

RE: 4 Sand, Reservoir C  
**SOUTH PASS BLOCK 24 FIELD**  
Plaquemines Parish, Louisiana

Dear Sir:

Pursuant to the provisions of Title 30 of the Revised Statutes of 1950, as amended, application is hereby made on behalf of Hilcorp Energy Company to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the 4 Sand, Reservoir C, in the South Pass Block 24 Field, Plaquemines Parish, Louisiana.

1. To dissolve the 4 Sand, Reservoir C, in the South Pass Block 24 Field, Plaquemines Parish, Louisiana, previously established by Office of Conservation Order No. 227-BB-1, effective June 23, 2009 and simultaneously therewith, to establish rules and regulations and to create a reservoirwide unit for the exploration for and production of oil and gas from the 4 Sand, Reservoir C, in accordance with the provisions of Sub-Section C of Section 5, of Title 30 of the Louisiana Revised Statute of 1950 (Act 441 of 1960) in the South Pass Block 24 Field, Plaquemines Parish, Louisiana.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed reservoirwide unit, with each tract sharing in unit production on a surface area basis of participation.

3. To approve and adopt the Unit Agreement for the 4 Sand, Reservoir C, in the South Pass Block 24 Field, Plaquemines Parish, Louisiana, which covers the terms and operations of unitization.

4. To designate a unit operator for the proposed reservoirwide unit so created.

5. To authorize and approve for the proposed reservoirwide unit a pressure maintenance and secondary recovery program by the injection of gas, extraneous gas, fresh water, salt water and/or other substances into the Unitized Formation.

6. To provide that said reservoirwide unit should be exempt from the spacing provisions of Statewide Order No. 29-E.

7. 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.

8. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The 4 Sand, Reservoir C, in the South Pass Block 24 Field, Plaquemines Parish, Louisiana, was fully defined in Office of Conservation Order No. 227-BB-1, effective June 23, 2009.

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 plat in a prominent place in the area of the South Pass Block 24 Field, Plaquemines 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 South Pass Block 24 Field, Plaquemines 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, Inc., 6300 Westpark, Suite 400, Houston, Texas 77057 (713-659-8363).

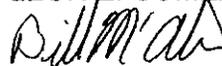
The applicant has secured execution of the Unit Agreement in excess of 75% in interest of the royalty owners and of the working interest and overriding royalty interest owners.

A plat outlining the proposed reservoirwide unit is attached hereto and made a part of this application. There is also attached hereto and made a part hereof a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this unitization proposal 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. However, list of parties will be provided to any party requesting a copy of it. 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 \$1510.00 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

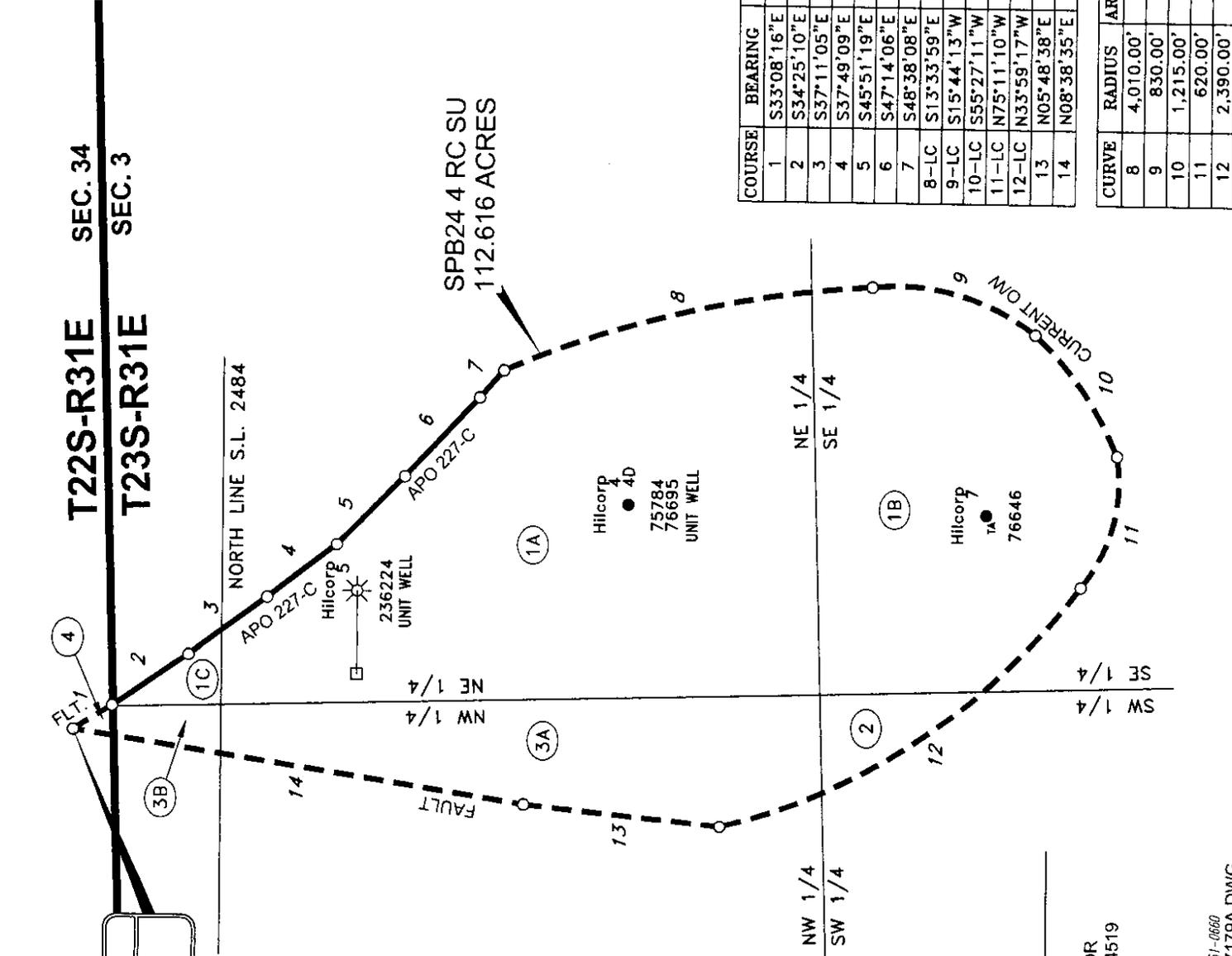
This Survey Plat of the SPB24 4 RC SU in the South Pass Block 24 Field, Plaquemines Parish, Louisiana, adopted by The Office of Conservation Order No. \_\_\_\_\_ is hereby accepted insofar as it shows the exterior limits of the SPB24 4 RC SU, created by said order, and said plat is hereby incorporated by reference in said order.

BATON ROUGE, LOUISIANA OFFICE OF CONSERVATION

Date Recorded: \_\_\_\_\_, COB \_\_\_\_\_, Page \_\_\_\_\_, Entry No. \_\_\_\_\_  
 Clerk Of Court Records- \_\_\_\_\_ Parish, Louisiana.

The requirements for Unit Plats & Survey Plats adopted by The Commissioner of Conservation have been complied with in all respects.

All bearings hereon are based on the Lambert Plane Coordinate System for Louisiana (South Zone-1927 Datum).



P.O.B.  
 X= 2,644,927.76'  
 Y= 173,599.84'

LAMBERT GRID NORTH  
 MAD 1927 LA. S.Z.

HAROLD E. KING, JR.  
 PROFESSIONAL LAND SURVEYOR  
 LOUISIANA REGISTRATION NO. 4519  
 PREPARED BY  
**C & C Technologies**  
 SURVEY SERVICES  
 730 E. KAUSTE SKEGOM ROAD, LAKE CHARLES, LA (507) 261-0660  
 FILENAME: L:\SP24109-7179\U09-7179A.DWG

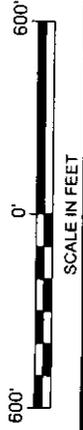
TRACT	PARTICIPANT	ACREAGE	PERCENT
1A	STATE-HARVEY C	54.971	48.81278
1B	STATE-HARVEY C	33.243	29.51889
1C	STATE-HARVEY C	1.267	1.12506
2	B.L.D. D	2.907	2.58134
3A	J.E. DUFF "D"	18.671	16.57935
3B	J.E. DUFF "D"	1.353	1.20143
4	TAMBOUR CORP., ET AL	0.204	0.18115
<b>TOTALS</b>		<b>112.616</b>	<b>100.00000</b>

(1) DESIGNATES TRACT NUMBER.

COURSE	BEARING	DISTANCE
1	S33°08'16"E	169.98'
2	S34°25'10"E	340.74'
3	S37°11'05"E	364.01'
4	S37°49'09"E	326.17'
5	S45°51'19"E	362.33'
6	S47°14'06"E	408.90'
7	S48°38'08"E	135.87'
8-LC	S13°33'59"E	1,418.53'
9-LC	S15°44'13"W	638.94'
10-LC	S55°27'11"W	546.04'
11-LC	N75°11'10"W	514.27'
12-LC	N33°59'17"W	1,628.00'
13	N05°48'38"E	738.83'
14	N08°38'35"E	1,697.34'

CURVE	RADIUS	ARC LENGTH
8	4,010.00'	1,426.03'
9	830.00'	655.87'
10	1,215.00'	550.75'
11	620.00'	530.29'
12	2,390.00'	1,661.24'

HILCORP ENERGY COMPANY  
 SPB24 4 RC SU  
 SOUTH PASS BLOCK 24 FIELD  
 PLAQUEMINES PARISH, LOUISIANA



DECEMBER 9, 2009