

DAVID B. STURLESE
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August 27, 2010

COMMISSIONER OF CONSERVATION
HONORABLE JAMES H. WELCH
P.O. BOX 94275
BATON ROUGE, LA 70804

**Re: LOWER BEARHEAD CREEK ZONE
NORTHWEST OBERLIN FIELD
ALLEN PARISH, LOUISIANA**

Dear Commissioner Welch,

Application is hereby made on behalf of KASH OIL & GAS, INC. 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 Lower Bearhead Creek Zone, Reservoir A, in the Northwest Oberlin Field, Allen Parish, Louisiana:

1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the Lower Bearhead Creek Zone, Reservoir A in the Northwest Oberlin Field, Allen Parish, Louisiana, said proposed unit designated L BH C RA SUA, as shown on the plat attached hereto and made a part hereof.
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 designate Kash Oil & Gas, Inc. as operator of the proposed Lower Bearhead Creek Zone, RA, SUA.
4. To provide that any wells drilled to the Lower Bearhead Creek Zone, Reservoir A shall be located in accordance with the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the reservoirs by Supplemental Orders without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished by the Commissioner.

6. To discuss any other matters that may be pertinent to this application.

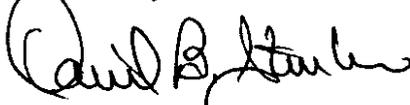
The Lower Bearhead Creek Zone, Reservoir A, in the Northwest Oberlin Field is hereby defined as being that gas and condensate bearing zone encountered between the depths of 9140' and 9360' (electrical log measurements) in the Caroline Hunt Sands: P. Broussard No. 2 Well, located in Section 9, Township 5 South, Range 4 West, Allen Parish, Louisiana.

In compliance with the Rules of Procedure, a pre-application notice was given, but no request for a conference was received, and therefore, none was held. No opposition is expected at the hearing.

All pertinent data relating to the subject application can be obtained **AT THE COST OF THE REQUESTING PARTY**, from David Sturlese, P.O. Box 51405, Lafayette, LA 70505, (337) 232-1700.

There are attached hereto and made a part hereof, plats outlining the proposed unit and the conference attendance list. Pursuant to the Revised Rules of Procedure, a list of names and addresses of the Interested Owners, Interested Parties and Represented Parties to whom this application is being sent is being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy. A diligent effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties, and Represented Parties as required by the Revised Rules of Procedure. Also enclosed is our check made payable to the Office of Conservation, representing the required hearing application fee.

Sincerely,

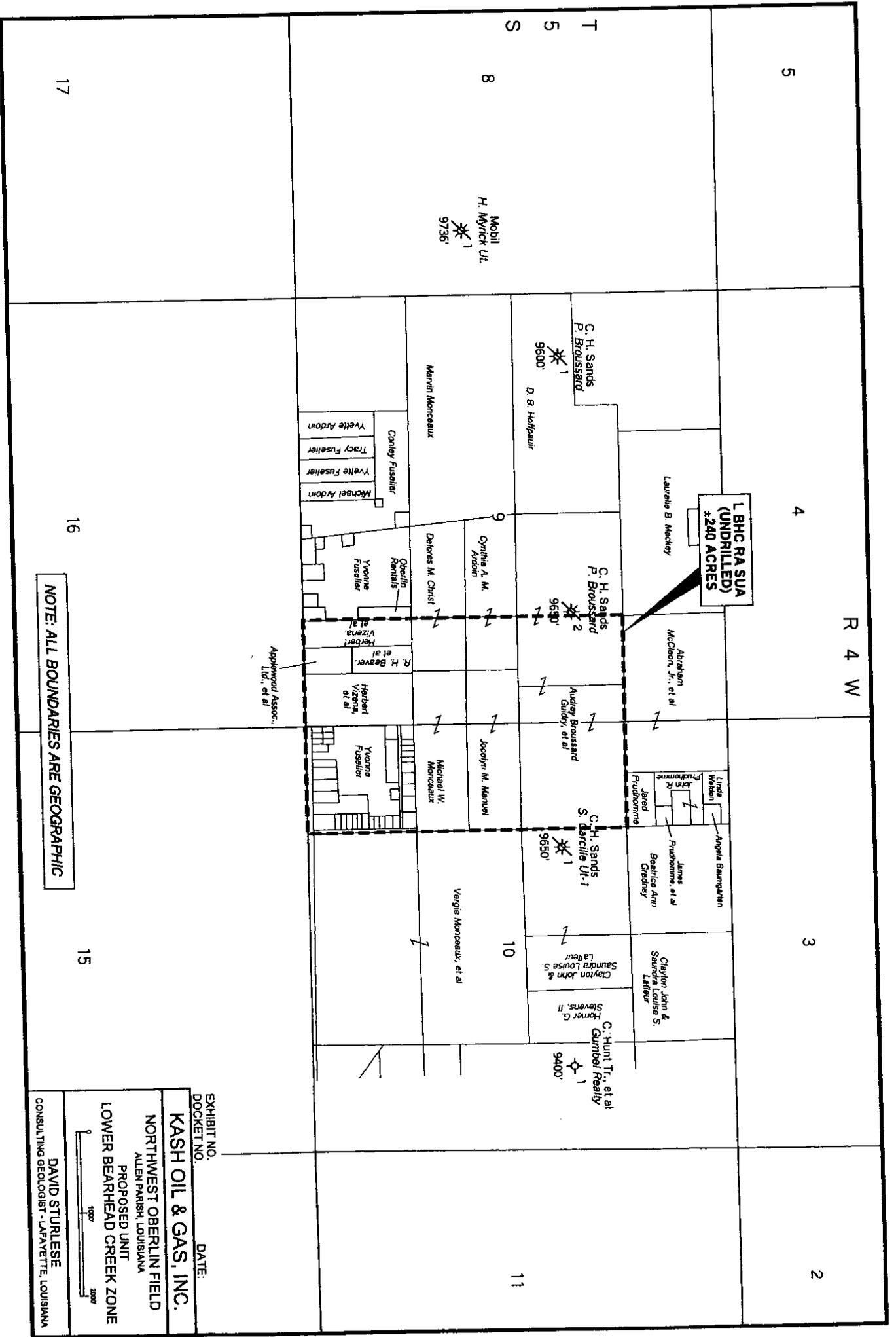


DAVID B. STURLESE

Enclosures

ss

cc: Mr. Richard Hudson, Department of Conservation
825 Kaliste Saloom Rd., Brandiwine III Suite 220, Lafayette, LA 70508
Interested Parties, Interested Owners, and Represented Parties



NOTE: ALL BOUNDARIES ARE GEOGRAPHIC

EXHIBIT NO. DATE:
 DOCKET NO. **KASH OIL & GAS, INC.**
 NORTHWEST OBERLIN FIELD
 ALLEN PARISH, LOUISIANA
 PROPOSED UNIT
 LOWER BEARHEAD CREEK ZONE

DAVID STURLESE
 CONSULTING GEOLOGIST - LAFAYETTE, LOUISIANA

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