HARGROVE, SMELLEY, STRICKLAND & LANGLEY

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
LOUISE F. PEARCE
T. ISSAC HOWELL
JULIANNA PETCHAK PARKS
B. LEE CARR, JR.
MARIE E. CURRY
JOHN R. HARRIS
JILL RUDDICK WALKER

OF COUNSEL
WILLIAM G. CONLY

(A PROFESSIONAL LAW CORPORATION)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201
WEBSITE: www.hssl-law.com

September 30, 2010

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING.

Haynesville Zone, Reservoir A, NORTH GRAND CANE FIELD, DeSoto Parish, Louisiana.

Dear Sir:

BEUSA ENERGY, INC. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Haynesville Zone, Reservoir A, in the North Grand Cane Field, DeSoto Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize its Ford Family Trust LLC 32-H No. 2 Well, a horizontal well to be drilled at the location shown on the attached plat, as the substitute unit well for HA RA SUU.

2. To provide with respect to the location of the proposed substitute unit well a tolerance that allows for a possible variance between the proposed location, as shown on the attached plat, and the "as drilled" location so long as the "as drilled" location remains a legal location on HA RA SUU.

3. To find that a substitute unit well for HA RA SUU is necessary to efficiently and economically drain a portion of the Haynesville Zone, Reservoir A, underlying HA RA SUU which cannot be efficiently and economically drained by any existing well on this unit.

4. To confirm Applicant as operator of HA RA SUU.

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

The Haynesville Zone, Reservoir A, in the North Grand Cane Field, DeSoto Parish, Louisiana, was defined in Office of Conservation Order No. 855-E, effective July 29, 2008.

Any pertinent data concerning this application will be available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 North Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect any such data should call Mr. Louis Gilbert at (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 from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of the attached plat, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and of the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of North Grand Cane Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, enclosed herewith is our check payable to the Office of Conservation covering the application fee.

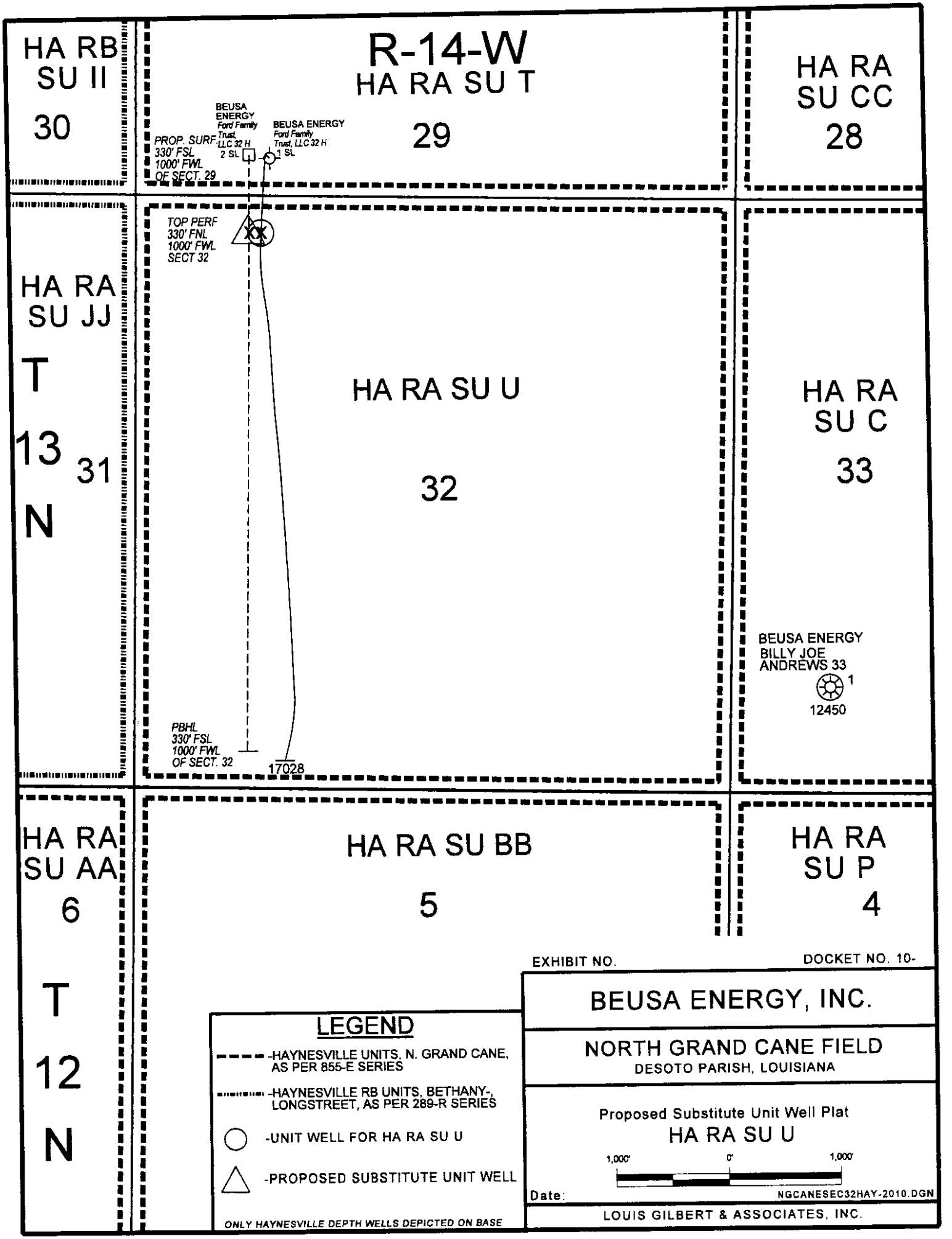
Yours very truly,

David L. Smelley

David L. Smelley
Attorney for Beusa Energy, Inc.

DLS:dp
Enclosures
cc: Mr. James C. Broussard (w/encls.)
Mr. Jeff Reagan (w/encls.)
Ms. Linda McGowen (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/copy of plat only)

F:\DLS\APP\northgrandcane11.application.wpd


HA RB SU II
30
R-14-W
HA RA SU T
29
HA RA SU CC
28
BEUSA ENERGY Ford Family Trust, LLC 32 H 2 SL
BEUSA ENERGY Ford Family Trust, LLC 32 H 1 SL
PROP. SURF. 330' FSL 1000' FWL OF SECT. 29
TOP PERF 330' FNL 1000' FWL SECT 32
HA RA SU JJ
T 13 N
31
HA RA SU U
32
HA RA SU C
33
BEUSA ENERGY BILLY JOE ANDREWS 33 1
12450
PBHL 330' FSL 1000' FWL OF SECT. 32
17028
HA RA SU AA
6
T 12 N
HA RA SU BB
5
HA RA SU P
4
EXHIBIT NO.
DOCKET NO. 10-
BEUSA ENERGY, INC.
NORTH GRAND CANE FIELD
DESOTO PARISH, LOUISIANA
Proposed Substitute Unit Well Plat
HA RA SU U
1,000' 0' 1,000'
Date:
NGCANESEC32HAY-2010.DGN
LOUIS GILBERT & ASSOCIATES, INC.
LEGEND
-HAYNESVILLE UNITS, N. GRAND CANE, AS PER 855-E SERIES
-HAYNESVILLE RB UNITS, BETHANY-LONGSTREET, AS PER 289-R SERIES
-UNIT WELL FOR HA RA SU U
-PROPOSED SUBSTITUTE UNIT WELL
ONLY HAYNESVILLE DEPTH WELLS DEPICTED ON BASE