

January 7, 2010

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

RE: 11,800' Zone, Reservoir B
PARADIS FIELD
Lafourche and St. Charles Parishes, Louisiana

Dear Sir:

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 11,800' Zone, Reservoir B, in the Paradis Field, Lafourche and St. Charles Parishes, Louisiana.

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the 11,800' Zone, Reservoir B, in the Paradis Field, Lafourche and St. Charles Parishes, Louisiana.

2. To create a single drilling and production unit for this zone and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.

3. To designate Hilcorp Energy Company as operator of the 11,800' RB SUA.

4. To designate the Hilcorp Energy Company - Bowie Lumber Co. No. 1 Well (SN 240448) as the unit well for the 11,800' RB SUA.

5. To provide that any well drilled outside of the 11,800' Zone, Reservoir B, shall be in accordance with the spacing provisions of Statewide Order No. 29-E.

6. 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.

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

The 11,800' Zone, Reservoir B, in the Paradis Field, Lafourche and St. Charles Parishes, Louisiana, is hereby defined as being that gas and condensate bearing zone encountered between 10,220' and 11,680' (electrical log measurements) in the Texaco, Inc. - LL & E No. 46 Well, located in Section 39, Township 14 South, Range 20 East, St. Charles Parish, Louisiana.

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 Paradis Field, Lafourche and St. Charles Parishes, 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 Paradis Field, Lafourche and St. Charles Parishes, 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, 6300 Westpark, Suite 400, Houston, Texas 77057 (713-659-8363).

In compliance with the Rules of Procedure, a preapplication conference was held in Lafayette, Louisiana, on January 6, 2010, at which the parties named on the attached list were in attendance.

The conference was opened with a discussion by Mr. Bill McAlister, representing Hilcorp Energy Company, concerning the nature and purpose of the conference and the bases for the applicant's proposed unit.

Mr. Jason Talbot, representing the State Mineral Board, presented a counterplan that included acreage further east than the applicant's. Mr. Louis Gilbert, representing Bowie Lumber Company, supported the applicant's proposal. There may be opposition to the applicant's proposal at the public hearing.

There are attached hereto and made a part hereof a plat outlining the proposed unit, the conference attendance list, and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties and proposed unit plat (being the same plat attached to the December 10, 2009 notice) are being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, said plat and the list of parties will be provided 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, there is enclosed our check on behalf of the applicant, Hilcorp Energy Company, in the sum of \$755.00 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 Road
Brandywine III, Suite 220
Lafayette, Louisiana 70508-4284

Interested Parties, Interested Owners
and Represented Parties

R 19 E R 20 E

13

18

19

30

42

44

40

20

41

47

48

43

LAFOURCHE
PARISH
ST CHARLES
PARISH

Bayou
Des
Allemands

HUNT
LL&E
1
15089'

SOUTHLAND
2
11050'

SOUTHLAND
1
11190'

KILROY
A-2
11589'

KILROY
A-1
11925'

HILCORP
BOWIE LUMBER CO.
(SN 240448)

KILROY
B-1
11390'

WATSON
1
11355'VD
12547'MD

HUMBLE
17
11200'

HUMBLE
18
11385'

HUMBLE
19
10300'

HUMBLE
A-1
72050'

HUMBLE
2
10982'

ELTRES
1
11015'

LUSE
1
11354'

AMERADA
1
11425'

TEXACO
LL&E
37
10989'

REPUBLIC. PET.
1
11651'

HUMBLE
5
11244'

REPUBLIC. PET.
4
11168'

REPUBLIC. PET.
3
10200'

TEXACO
UN-1
10107'

GODCHAUX
2
12202'

TEXACO
1
11884'

TEXACO
3
10200'

MVP
93
10370'

FORCENERGY
30
10985'

TEXACO
Mallory
1
10490'

TEXACO
Dannel
E1
10490'

MVP
1
11014'

TEXACO
UN-1
10107'

GODCHAUX
2
12202'

TEXACO
1
12000'

TEXACO
33
11574'

11800 RB SU A
BOWIE LUMBER CO. NO. 1
±699 ACRES

T
14
S

NOTE: ALL BOUNDARIES ARE GEOGRAPHIC

EXHIBIT NO.
DOCKET NO.

HILCORP ENERGY COMPANY

PARADIS FIELD
LAFAYETTE & ST. CHARLES PARISHES, LOUISIANA

PROPOSED UNIT
11800' ZONE

Geology By: William S. McAlister, Jr.
2000' 4000'

DATE:

LEON E. COMEAUX & ASSOCIATES
LAFAYETTE, LOUISIANA 337-233-9839

CALCO
1
13674'

ALADD
1