LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, APRIL 6, 2010,** upon the application of **DEVON ENERGY PRODUCTION COMPANY, LP.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **James Formation, Reservoir A,** in the Zwolle Field, Sabine Parish, Louisiana.

1. To establish rules and regulations and to create two (2) drilling and production units for the exploration for and production of gas and condensate from the James Formation, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within these proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To provide that any future wells drilled to the James Formation, should be located no closer than 330 feet from any unit line and no closer than 660 feet to any other well completed in, drilling to, or for which a permit has been granted to drill in the James Formation.
4. To provide that with respect to future horizontal wells drilled to the James Formation, the distance to any unit boundary and any offset well(s) should be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
5. To provide that the gas allowable provisions of Statewide Order No. 29-F, LAC 43:XIX.2101, et seq., should not apply to any horizontal wells drilled to the James Formation, Reservoir A, but that all such wells should be given an allowable based on the maximum efficient rate (MER) of the well, being the maximum sustainable daily withdrawal rate from the reservoir which will permit economical development and reservoir depletion without causing waste.
6. To consider such other matters as may be pertinent.

The James Formation, Reservoir A is hereby defined as the interval encountered between the depths of 6,482' and 6,765' in the Shell Oil Company-Boise Southern No. 1 Well, located in Section 7, Township 7 North, Range 13 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport,** Louisiana.

http://dnr.louisiana.gov/conshearings

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA 2/23/10;2/26/10 S lck

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED ASSISTANCE, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.