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BLANCHARD, WALKER, O'QUIN & ROBERTS
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November 25, 2009

Mailing Address:
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Shreveport, LA 71163-1126

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

WM. TIMOTHY ALLEN, III
Direct: 318.934.0217
Email: tallen@bwor.com

RE: HEARING APPLICATION
Lower Hosston Formation, Reservoir A
Terryville Field, Lincoln Parish, Louisiana
Our File No. 450592.47

Dear Sir:

On behalf of CLAYTON WILLIAMS ENERGY, INC., application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Lower Hosston Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana:

1. To establish rules and regulations and to create two (2) additional drilling and production unit (to be designated as L HOSS RA SUA and L HOSS RA SUB), as shown on the plat attached hereto, for the exploration for and production of gas and condensate from the Lower Hosston Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana;
2. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed units, with allocation of production to the tracts within each such unit to be on the basis of surface acreage;
3. To provide that any future wells drilled to the Lower Hosston Formation, Reservoir A, within or outside of the unit created herein, should be located no closer than 330 feet from any unit line and no closer than 1320 feet between wells drilling to, completed in, or for which a permit shall have been granted to drill to the Lower Hosston Formation, Reservoir A.
4. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

(Note: The well spacing noted in 3. above has been changed from 2000 feet to 1320 feet between wells.)

The Lower Hosston Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, is hereby defined as that gas and condensate bearing interval between the depths of 7090 feet and 8,209 feet (electric log measurements) in the Chevron Oil Company (California Company)-Maude H Mitchell 2 No. 1 Well (Serial No. 86781) located in Section 19, Township 19 North, Range 3 West, Lincoln Parish, Louisiana.

Pertinent data concerning the intended application will be made available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, Chase Tower, 400 Texas Street, Shreveport, Louisiana 71163-1126. Any person wishing to inspect such data should call Wm. Timothy Allen III at (318) 221-6858 during normal business hours or write Mr. Allen at the above address, in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained AT THE EXPENSE OF THE REQUESTING PARTY.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Revised Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plat, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Revised Rules of Procedure. 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 Shreveport District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it.

By Pre-Application Notice dated November 10, 2009, applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no timely request for a Pre-Application Conference, and accordingly, no conference was held.

A check in the amount of \$755.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

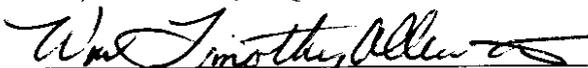
This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation, and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

You may have received this Hearing Application even though your property may or may not be included in the proposed units, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed units.

Your receipt of this Hearing Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

By: 

Wm. Timothy Allen III

Attorneys for Clayton Williams Energy, Inc.

WTAlII/twd
Enclosures

- cc: Mr. James C. Broussard, District Manager
Office of Conservation, Shreveport, La. (w/enclosures)
- cc: Interested Owners, Represented Parties
and Interested Parties (w/copy of plat only)

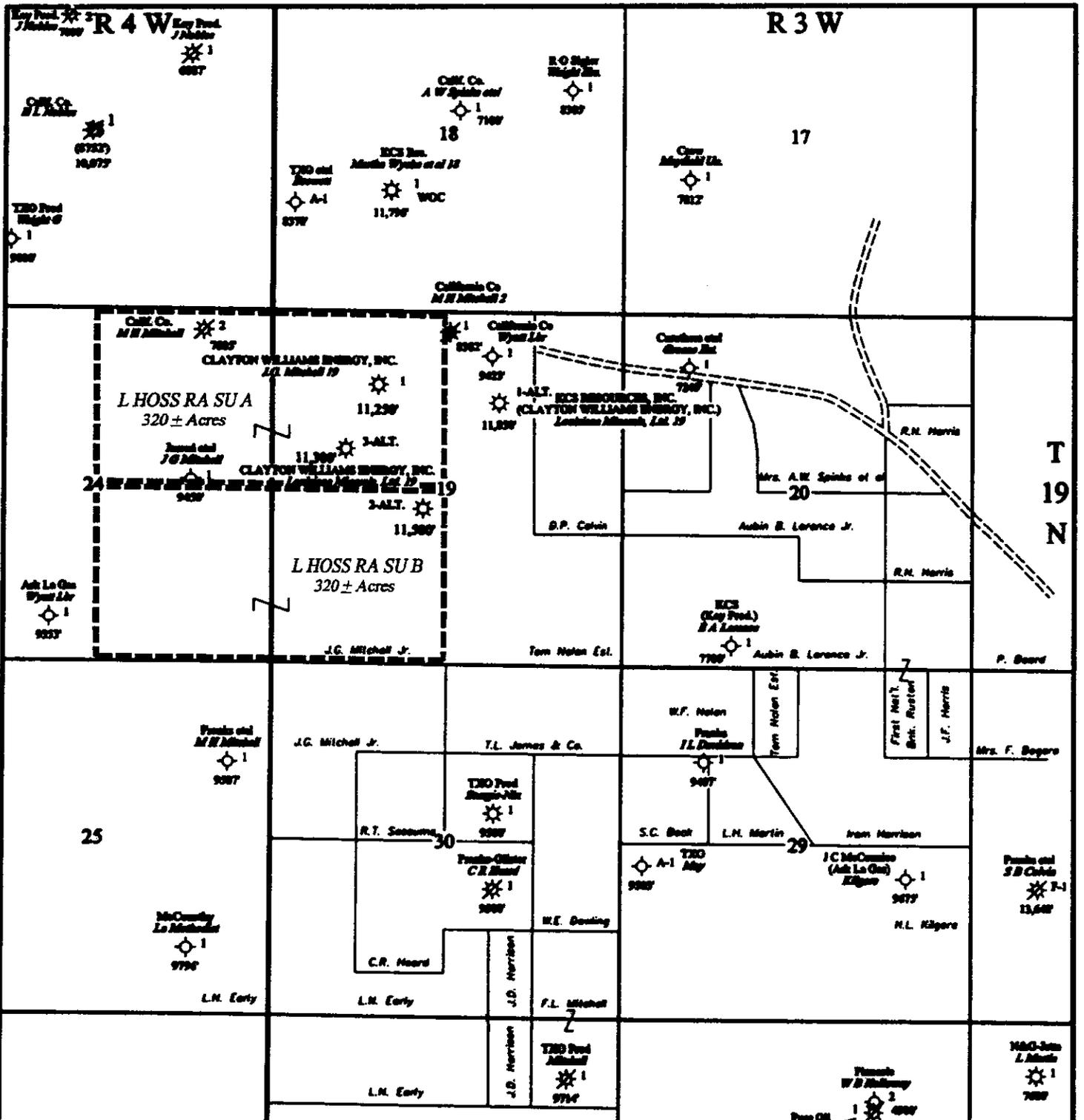


EXHIBIT No. 1 DOCKET NO. 09-

CWI
CLAYTON WILLIAMS ENERGY INC.

TERRYVILLE FIELD
 Lincoln Parish, Louisiana

PROPOSED LOWER HOSSTON RESERVOIR A SAND UNITS A & B

--- PROPOSED TERRYVILLE LOWER HOSSTON RESERVOIR A SAND UNITS

