**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, MAY 25, 2010,** upon the application of **EXCO OPERATING 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 **Haynesville Zone, Reservoir A,** in the Caspiana Field, DeSoto Parish, Louisiana.

1. To permit the Applicant to drill, designate and utilize two (2) additional horizontal alternate unit wells for the production of gas and condensate from the Haynesville Zone, Reservoir A, in the unit designated HA RA SU105, such unit and wells, shown on the plat submitted with the application.
2. To find that additional alternate unit wells are necessary, at the locations shown on the plat submitted with the application, to assist in draining a portion of the Haynesville Zone, Reservoir A, in the unit designated HA RA SU105, that cannot be drained by any other well located within the unit.
3. To find that with respect to horizontal well(s) to be drilled to the Haynesville Zone, Reservoir A, within or to serve the HA RA SU105, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and any offset well(s) shall be calculated based on the distance from the nearest perforations in the well and not based on the penetration or terminus point.
4. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination of all wells, at its discretion.
5. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was initially defined in Office of Conservation Order No. 191-H, effective August 27, 2007, and was redefined in Order No. 191-H-51, effective July 21, 2009, as it concerns the HA RA SU105.

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 5/7/10;5/12/10 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 FIVE (5) WORKING DAYS OF THE HEARING DATE.**