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April 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.

Gray Sand, Reservoir E, COTTON VALLEY FIELD,
Webster Parish, Louisiana.

Dear Sir:

XTO 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 Gray Sand, Reservoir E, in the Cotton Valley Field, Webster Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize two (2) alternate unit wells for GRAY RE SUK at the locations shown on the attached plat, or at any exceptional or more exceptional locations within fifty (50) feet of the locations shown on the attached plat, but no closer than three hundred thirty (330) feet to any unit boundary.

2. To approve an exception to the spacing provisions of Office of Conservation Order No. 10-EE-12, effective September 9, 2003, for the location of either of the proposed alternate unit wells which does not comply with the spacing provisions of such Order.

3. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the Gray Sand, Reservoir E, underlying GRAY RE SUK, which cannot be efficiently and economically drained by any existing well on this unit.

4. To permit the operator of GRAY RE SUK to produce the allowable assigned to the unit from either the unit well, from any alternate unit well, or from any combination of such wells, at the option of the operator.

5. To discuss such other matters as may be pertinent to this application.

The Gray Sand, Reservoir E, in the Cotton Valley Field, Webster Parish, Louisiana, is defined in Office of Conservation Order No. 10-EE-18, effective November 27, 2007.

Any pertinent data concerning this application will be available for inspection at the offices of Louis F. Gilbert & Associates, Inc., 3636 N. Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect any such data should call Mr. 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 data which is not otherwise available at 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 Cotton Valley 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, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly,

David L. Smelley
-- Attorney for XTO Energy, Inc.

DLS:dp
Enclosures

cc: Mr. James C. Broussard (w/encls.)
Mr. David Muchmore (w/encls.)
Mr. Todd Russell (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plat only)

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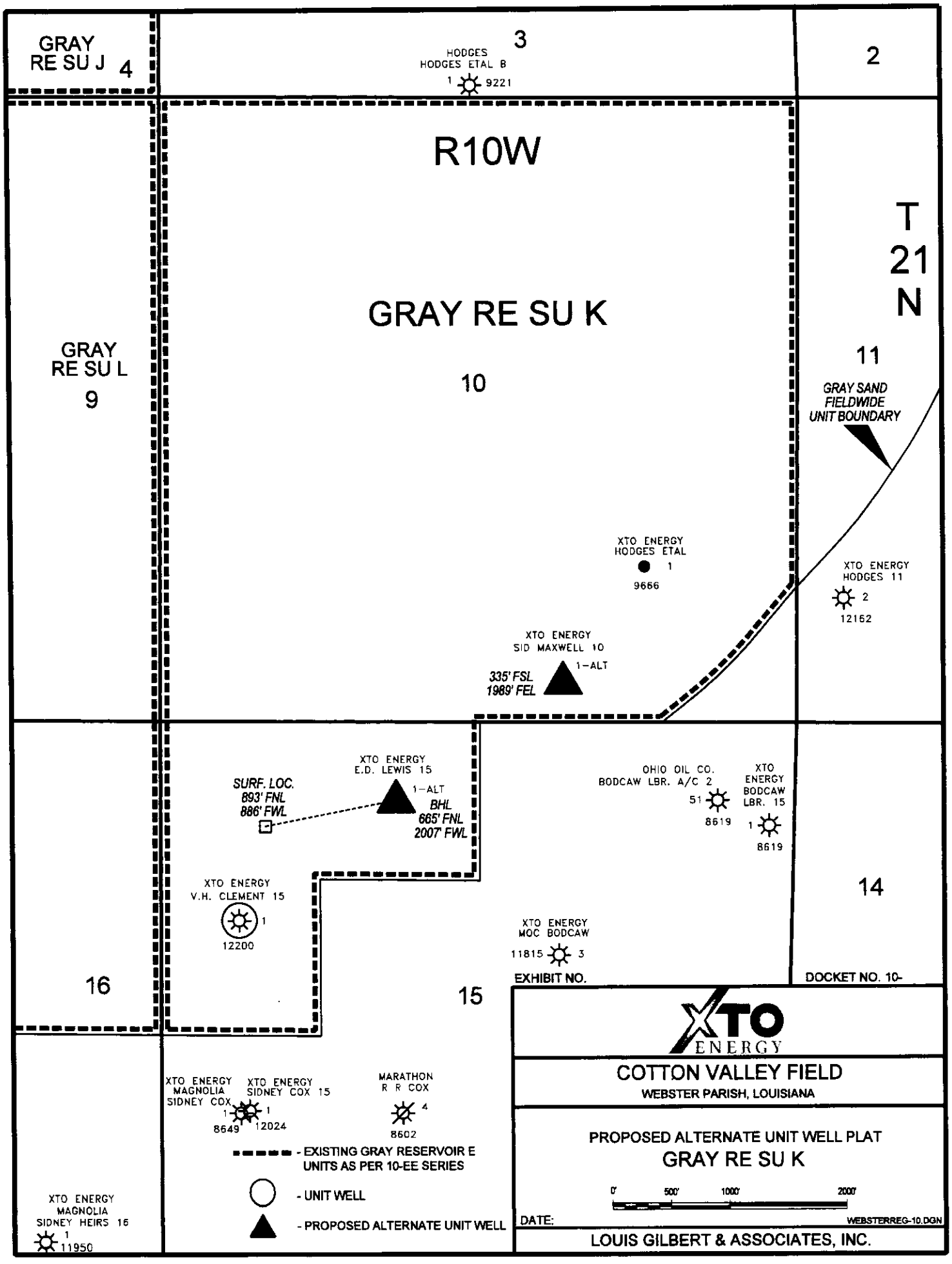
GRAY RE SU J
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3
HODGES
HODGES ETAL B
1
9221
2
R10W
T 21 N
GRAY RE SU K
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11
GRAY SAND FIELDWIDE UNIT BOUNDARY
GRAY RE SU L
9
XTO ENERGY
HODGES ETAL
1
9666
XTO ENERGY
HODGES 11
2
12162
XTO ENERGY
SID MAXWELL 10
1-ALT
335' FSL
1989' FEL
XTO ENERGY
E.D. LEWIS 15
1-ALT
SURF. LOC.
893' FNL
886' FWL
BHL
665' FNL
2007' FWL
OHIO OIL CO.
BODCAW LBR. A/C 2
51
8619
XTO ENERGY
BODCAW LBR. 15
1
8619
14
XTO ENERGY
V.H. CLEMENT 15
1
12200
XTO ENERGY
MOC BODCAW
11815
3
16
15
XTO ENERGY
MAGNOLIA
SIDNEY COX
1
8649
XTO ENERGY
SIDNEY COX 15
1
12024
MARATHON
R R COX
4
8602
- EXISTING GRAY RESERVOIR E UNITS AS PER 10-EE SERIES
- UNIT WELL
- PROPOSED ALTERNATE UNIT WELL
XTO ENERGY
MAGNOLIA
SIDNEY HEIRS 16
1
11950
EXHIBIT NO.
DOCKET NO. 10-
XTO ENERGY
COTTON VALLEY FIELD
WEBSTER PARISH, LOUISIANA
PROPOSED ALTERNATE UNIT WELL PLAT
GRAY RE SU K
0' 500' 1000' 2000'
DATE:
WEBSTERREG-10.DGN
LOUIS GILBERT & ASSOCIATES, INC.