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June 29, 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 redefine the Gray Sand, Reservoir E, in the Cotton Valley Field, insofar and only insofar as to the existing unit GRAY RE SUK, said unit being shown on the attached plat, as that gas and condensate bearing interval encountered between the depths of 11,090 feet and 12,145 feet (electrical log measurements) in the XTO Energy, Inc.--VH Clement 15 No. 1 Well, located in Section 15, Township 21 North, Range 10 West, Webster Parish, Louisiana.
2. To confirm the unit designated GRAY RE SUK as remaining in full force and effect as a drilling and production unit for the exploration for and production of gas and condensate from the Gray Sand, Reservoir E, in the Cotton Valley Field, as redefined in the manner set forth above.
3. To confirm Applicant as operator of, and its VH Clement 15 No. 1 Well as the unit well for, GRAY RE SUK.
4. To continue in full force and effect, except to the extent contrary herewith, the provisions of Office of Conservation Order No. 10-EE-10, effective September 10, 2002, as amended and supplemented by the Order No. 10-EE series of Orders, and of all applicable Statewide Orders, to the unit GRAY RE SUK.
5. To discuss such other matters as may be pertinent.

The Gray Sand, Reservoir E, in the Cotton Valley Field, was defined in Order No. 10-EE-18, effective November 27, 2007.

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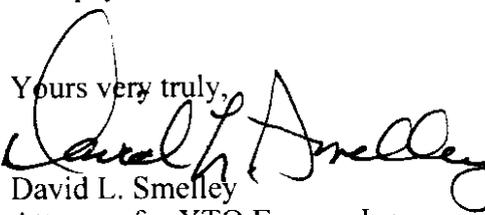
Any pertinent data concerning this application will be available for inspection at the offices of Mr. Louis Gilbert, Louis Gilbert & Associates, Inc., 3636 N. Causeway Blvd., Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect any such data should call Mr. Gilbert at (504) 834-8112 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.

By letter dated June 14, 2010, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these proposals and a pre-application conference to discuss the proposals was tentatively scheduled for July 9, 2010. No conference request was received within the delays provided in the Rules of Procedure; therefore the pre-application conference will not be held.

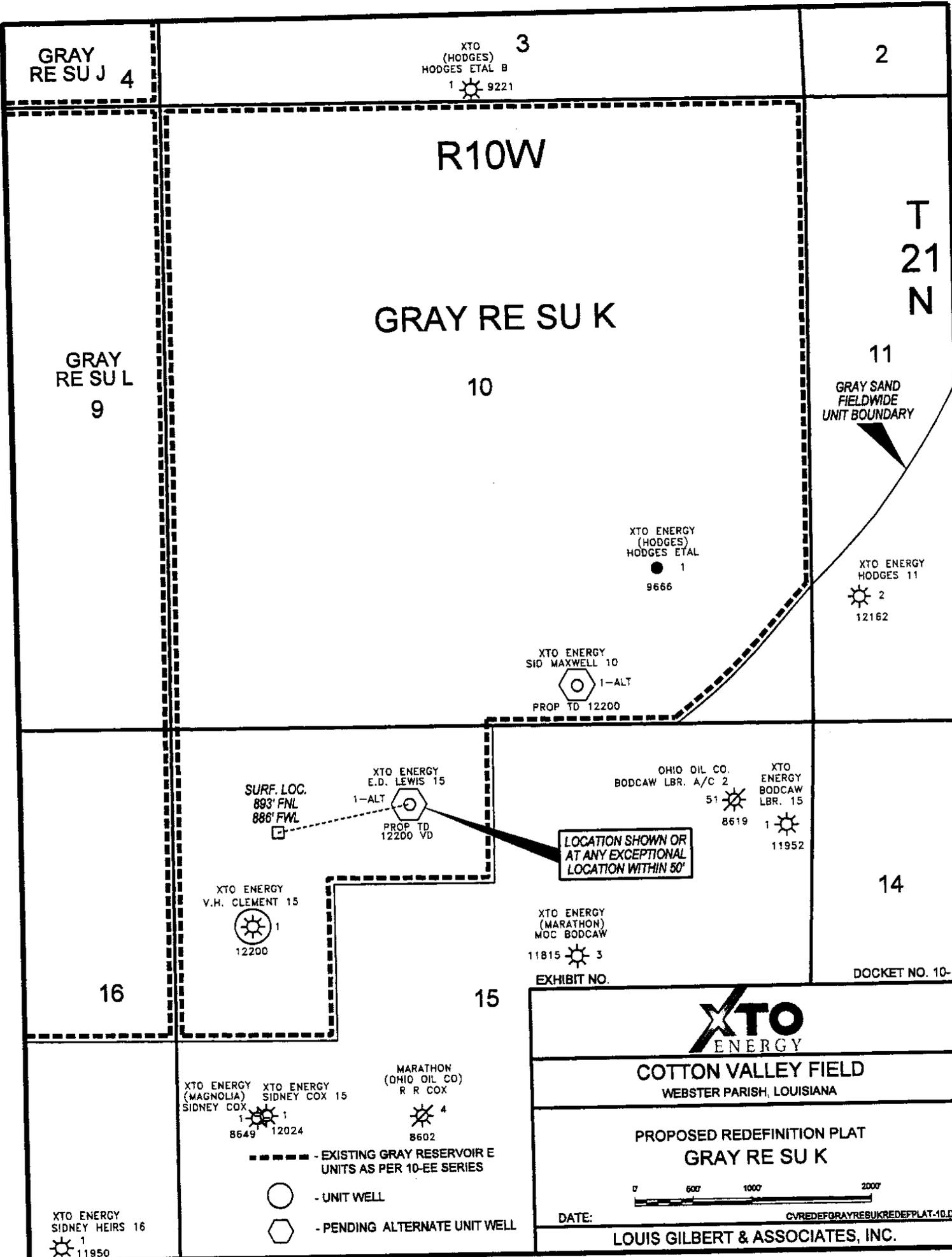
Pursuant to the Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of the unit plat is enclosed herewith, and 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, enclosed herewith is our check payable to the Office of Conservation covering 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)



GRAY RE SU J 4

XTO (HODGES) HODGES ETAL B 1 9221 3

2

R10W

T 21 N

GRAY RE SU K

GRAY RE SU L 9

10

11 GRAY SAND FIELDWIDE UNIT BOUNDARY

XTO ENERGY (HODGES) HODGES ETAL 1 9666

XTO ENERGY HODGES 11 2 12162

XTO ENERGY SID MAXWELL 10 1-ALT PROP TD 12200

SURF. LOC. 893' FNL 886' FWL XTO ENERGY E.D. LEWIS 15 1-ALT PROP TD 12200 VD

OHIO OIL CO. BODCAW LBR. A/C 2 51

XTO ENERGY BODCAW LBR. 15 1 11952

LOCATION SHOWN OR AT ANY EXCEPTIONAL LOCATION WITHIN 50'

XTO ENERGY V.H. CLEMENT 15 1 12200

XTO ENERGY (MARATHON) MOC BODCAW 11815 3 EXHIBIT NO.

14

DOCKET NO. 10-

16

15



COTTON VALLEY FIELD WEBSTER PARISH, LOUISIANA

PROPOSED REDEFINITION PLAT GRAY RE SU K



DATE: CVREDEFORGRAYRESUKREDEFPLAT-10.DGN

LOUIS GILBERT & ASSOCIATES, INC.

XTO ENERGY (MAGNOLIA) SIDNEY COX 1 8649 XTO ENERGY SIDNEY COX 15 1 12024

MARATHON (OHIO OIL CO) R R COX 4 8602

- - - - - EXISTING GRAY RESERVOIR E UNITS AS PER 10-EE SERIES
- - UNIT WELL
- ⬡ - PENDING ALTERNATE UNIT WELL

XTO ENERGY SIDNEY HEIRS 16 1 11950