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August 4, 2010

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When calling relative to this
matter, refer to file No. 3192

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

Re: Cotton Valley Formation, Reservoir A
Haynesville Formation, Reservoir B
Smackover A Zone, Reservoir A
Shongaloo Field
Webster Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

Nadel & Gussman-Jetta Operating Company hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Cotton Valley Formation, Reservoir A, the Haynesville Formation, Reservoir B, and Smackover A Zone, Reservoir A, in the Shongaloo Field, Webster Parish, Louisiana:

1. To create one additional drilling and production unit for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, in the Shongaloo Field, Webster Parish, Louisiana, to be designated CV RA SUG as shown outlined on the plat attached hereto and made a part hereof;
2. To create one additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Formation, Reservoir B, in the Shongaloo Field, Webster Parish, Louisiana, to be designated HA RB SUH as shown outlined on the plat attached hereto and made a part hereof;
3. To create one additional drilling and production unit for the exploration for and production of gas and condensate from the Smackover A Zone, Reservoir A, in the Shongaloo Field, Webster Parish, Louisiana, to be designated SMK A RA SUB as shown outlined on the plat attached hereto and made a part hereof;

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Office of Conservation

August 4, 2010

Page 2

4. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the 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;
5. To designate unit wells and unit operators, as appropriate;
6. To extend the field rules established by applicable orders for the Cotton Valley Formation, Reservoir A, the Haynesville Formation, Reservoir B, and the Smackover A Zone, Reservoir A, in the Shongaloo Field to the proposed units except to the extent inconsistent herewith;
7. To provide for the downhole or wellbore combination of hydrocarbons from the Cotton Valley Formation, Reservoir A, the Haynesville Formation, Reservoir B, and the Smackover A Zone, Reservoir A, underlying CV RA SUG, HA RB SUH and SMK A RA SUB, provided the ownership within each of the units is the same and the size and configuration of the units are consistent; and
8. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Cotton Valley Formation, Reservoir A, in the Shongaloo Field, Webster Parish, Louisiana, was defined in Office of Conservation Order No. 165-C-1, effective July 9, 1998.

The Haynesville Formation, Reservoir B, in the Shongaloo Field, Webster Parish, Louisiana, was defined in Office of Conservation Order No. 165-L-1, effective July 9, 1998.

The Smackover A Zone, Reservoir A, in the Shongaloo Field, Webster Parish, Louisiana, was defined in Office of Conservation Order No. 165-N, effective October 13, 2009.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Michael Fulford, 333 Texas Street, Suite 717, Shreveport, Louisiana 71101, at telephone number (318) 220-7074

A Pre-Application Notice letter dated July 21, 2010, was circulated in connection with this matter. There was no request received for a conference; accordingly, no conference will be held.

The list of parties attached to the copies of this application being sent to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, the list of parties is being

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Office of Conservation

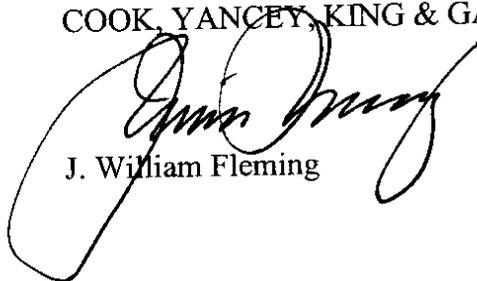
August 4, 2010

Page 3

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 person requesting a copy of it.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

A handwritten signature in black ink, appearing to read "J. William Fleming", is written over the printed name. The signature is fluid and cursive, with a large loop at the end.

J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Mr. Michael Fulford

25

T23N-R10W

T23N-R9W

BT HAYNES

11,391

29

CRYSTAL OILLAND CO
W WISE

PROPOSED UNITS
CV RA SUG
HA RB SUH
SMK A RA SUB

MAGNOLIA PET CO
ROSEBERRY UNIT

9,380

NAJET
CROCKER

11,000

BRENT ENTERPRISES
BAILEY WALTER E EST

9,764

CV RA SUE
HA RB SUF

NADEL & GUSSMAN-JETTA OPER CO
LEE, ET AL 36

1 ALT

10,900

CV RA SUF
HA RB SUG

NADEL & GUSSMAN-JETTA OPER CO
HAYNESVILLE MERC 36

10,840

CV RA SUB
HA RB SUB

FEAZEL W C
T J OBIER

TIERRA PETROLEUM INC
OBIER

8,585

CHESAPEAKE
WELL-DRILL PROD
O'BIER ET AL HA RB S

10,503

31

STANOLIND & CONTL
VIOLA MITCHELL UNIT

STANOLIND
ROBERTS ROBERT F
P E OBIER A

9,400

BRAMMER (INDIGO)
WELL-DRILL PROD
O'BIER ET AL

10,575

INDIGO MINERAL, LLC
LUCE S. THOMAS EST

10,700

CV RA SUA
HA RB SUA

11,295

JAG OPER
(CRYSTAL)
W ADKINS

10,500

32

CITES SERV
SEXTON IA

11,823

10,500

JAG OPER
J F SEXTON UNIT
O'BIER

10,600

10,462

CONTL OPER
(SILVER OAK)
LEE ET AL MITCH RA

10,600

CRYSTAL OILLAND
WELLS IA

9,428

T23N-R10W

CV RA SUC
HA RB SUC

MAGNOLIA PET CO
BRANTON

9,203

WELL-DRILL PROD CO
GLEASON III A W ET AL

10,661

HA RB SUD

6

5

T22N-R9W

SMITH OP&MANAGEMENT
BISHOP ET AL

8,900

CONOCO INCORPORATED
BEENE UNIT

11,120

12

7

FULTON A SLACK

11,363

PHILLIPS PETRLM CO
DOCIA

8,758

NADEL AND GUSSMAN-JETTA OPER. CO

SHONGALOO FIELD

WEBSTER PH., LA

PROPOSED UNITS PLAT

CV RA SUG, HA RB SUH, & SMK A RA SUB



By: MIKE FULFORD