- 16 -CAILLOU ISLAND FIELD 11-17

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, JANUARY 4, 2011, upon the application of HILCORP ENERGY COMPANY.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **86 Zone**, **Reservoir A**, in the Caillou Island Field, Terrebonne Parish, Louisiana.

- 1. To establish rules and regulations governing the exploration for and production of oil and gas from the 86 Zone, Reservoir A.
- 2. To create a single drilling and production unit for this zone and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
- 3. To designate Hilcorp Energy Company as operator of the 86 RA SUA.
- 4. To designate Hilcorp Energy Company's SL 188 No. 538 Well as the unit well for the 86 RA SUA.
- 5. To provide that any future wells drilled to the 86 Zone, Reservoir A, within or outside of the unit created herein, should be located in accordance with the provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 6. To provide that the Commissioner of Conservation may reclassify the reservoir by Supplemental Order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The 86 Zone, Reservoir A is hereby defined as being that oil and gas bearing zone encountered between the depths of 9,840' and 10,000' electric log measured depths (9,835' to 9,994' tvd) in the Hilcorp Energy Company-SL 188 No. 538 Well, located in Township 23 South, Range 20 East.

A plat is available for inspection in the Office of Conservation in Baton Rouge and Lafayette, 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

11/30/10;12/3/10

L

lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.