

LISKOW & LEWIS

A Professional Law Corporation

STATE EXHIBIT NO. 3
DOCKET NO. 11-215

822 Harding Street
Post Office Box 52008
Lafayette, LA 70505
(337) 232-7424 Main
(337) 267-2399 Fax

One Shell Square
701 Poydras Street, Suite 5000
New Orleans, LA 70139
(504) 581-7979 Main
(504) 556-4108 Fax

First City Tower
1001 Fannin Street, Suite 1800
Houston, TX 77002
(713) 651-2900 Main
(713) 651-2908 Fax

www.Liskow.com

March 17, 2011

Richard W. Revels, Jr
rwrevels@Liskow.com

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Austin Chalk Zone, Reservoir A
Moncrief Field
St. Landry Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **ATINUM OPERATING, INC.** for the calling of a public hearing after ten (10) days legal notice, to consider evidence relative to the issuance of an Order pertaining to the following matters:

1. To permit the applicant to drill, designate and utilize a horizontal alternate unit well for the AUS C RA SUB, in Moncrief Field, at the location shown on the plat attached hereto and made a part hereof, in exception to the spacing provisions of Office of Conservation Order No. 1029-B-1, effective October 29, 1996.
2. To find that the proposed horizontal alternate unit well is necessary to efficiently and economically drain a portion of the reservoir covered by the unit which cannot be so drained by any existing well in the unit.
3. To permit the operator of the AUS C RA SUB to produce the unit allowable from the existing unit well and the proposed alternate unit well, in any combination, at its option.
4. Except to the extent herein set forth, to continue in full force and effect the provisions of Office of Conservation Order No. 1029-B-1, effective October 29, 1996, as amended and supplemented by the 1029-B Series of Orders, and applicable statewide orders.
5. To consider such other matters as may be pertinent.



The Austin Chalk Zone, Reservoir A, in Moncrief Field, St. Landry Parish, Louisiana, was previously defined in Office of Conservation Order No. 1029-B, effective June 8, 1982, and further defined in Office of Conservation Order No. 1029-B-1, effective October 29, 1996.

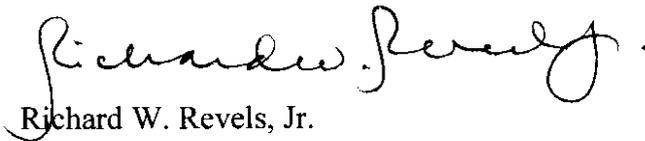
The applicant is requesting permission to drill, designate and utilize a horizontal alternate unit well for the aforementioned unit at the location shown on the attached plat. This well will permit efficient and economic recovery of hydrocarbons underlying the unit, will not adversely affect the adjacent offsetting tracts, and is needed to satisfy the market demand for gas and condensate from the field.

Attached hereto and made a part hereof is a plat outlining the applicant's proposal, along with a list of the names and addresses of the Interested Owners, Represented Parties and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties and Represented Parties.

Finally, enclosed herewith is our check on behalf of the applicant in the amount of \$755.00 **made payable to the Office of Conservation** and representing the required hearing application fee.

Very truly yours,

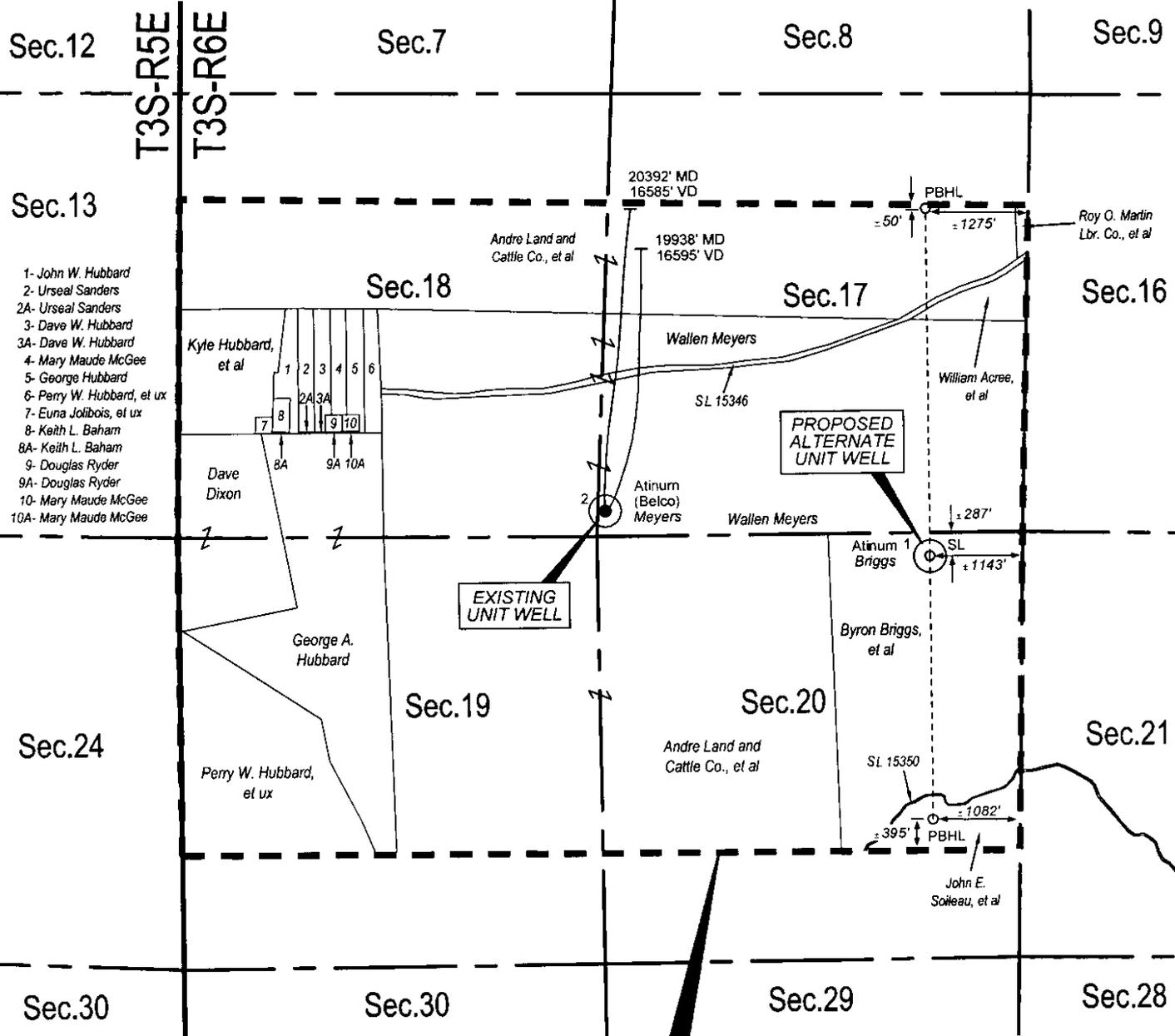
LISKOW & LEWIS



Richard W. Revels, Jr.

RWRjr/dbf
Enclosures

cc: Mr. Richard Hudson, Lafayette District Office of Conservation
cc: Interested Owners, Represented Parties and Interested Parties



- 1- John W. Hubbard
- 2- Urseal Sanders
- 2A- Urseal Sanders
- 3- Dave W. Hubbard
- 3A- Dave W. Hubbard
- 4- Mary Maude McGee
- 5- George Hubbard
- 6- Perry W. Hubbard, et ux
- 7- Euna Jolibois, et ux
- 8- Keith L. Baham
- 8A- Keith L. Baham
- 9- Douglas Ryder
- 9A- Douglas Ryder
- 10- Mary Maude McGee
- 10A- Mary Maude McGee

**AUS C RA SUB
ORDER No. 1029-B-1**

EXHIBIT NO. _____
DOCKET NO. _____ DATE: _____

ATINUM OPERATING, INC.

MONCRIEF FIELD
ST. LANDRY PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELL
AUS C RA SUB

0 2000' 4000'

 **W. H. ROBBINS & ASSOCIATES LLC**
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004