

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, MAY 17, 2011**, upon the application of **INDIGO MINERALS, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation, Reservoir A**, in the Caspiana Field, Caddo Parish, Louisiana.

1. To authorize Applicant to drill, designate and utilize a horizontal well as an alternate unit well for CV RA SU92, at the location shown on the plat submitted with the application, in lieu of two of the vertical alternate unit wells approved by Office of Conservation Order No. 191-A-138, effective June 27, 2006, and to approve an exception to the spacing provisions of Order No. 191-A, effective February 15, 1975, for all productive portions of the wellbore of this horizontal well located at least 330 feet from a unit boundary.
2. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Cotton Valley Formation, Reservoir A, underlying CV RA SU92 which cannot be efficiently and economically drained by any existing well on such unit.
3. To provide that where the horizontal portion of the well is cased and completed utilizing a "Packer's Plus" or similar method of completion, the distance to any unit boundary and between offset well(s) will be calculated based on the distance to the closest point open to the wellbore.
4. To permit the operator of CV RA SU92 to produce the unit allowable from either the unit well, from the alternate unit well, or from a combination of such wells, at the option of the operator.
5. Except insofar as set forth above, to confirm and continue in full force and effect the provisions of Order No. 191-A, effective February 15, 1975, as amended and supplemented by the 191-A Series of Orders, the units created thereby, and of all applicable Statewide Orders.
6. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A was initially defined by Order No. 191-A, effective February 15, 1975 and was redefined as to CV RA SU92 by Order No. 191-A-131, effective April 18, 2006.

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

5/2/11;5/5/11

S

lck

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED ASSISTANCE, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.