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August 25, 2010

OF COUNSEL  
WILLIAM G. CONLY

Honorable James H. Welsh  
Commissioner of Conservation  
State of Louisiana  
Post Office Box 44275  
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Baker Lime, Reservoir A, GRAND CANE  
FIELD, DeSoto Parish, Louisiana.

Dear Sir:

RDT PROPERTIES, 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 Baker Lime, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana:

1. To dissolve certain units previously created for the Baker Lime, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana, by Office of Conservation Order No. 342-F, effective November 27, 1990, said units to be dissolved being shown on an attached plat and being designated BAK L RA SUA, BAK L RA SUB, BAK L RA SUC, BAK L RA SUD, BAK L RA SUE, BAK L RA SUF, BAK L RA SUG, BAK L RA SUH, BAK L RA SUL and BAK L RA SUK, and simultaneously therewith to establish rules and regulations and create a single reservoirwide unit for the exploration for and production of oil and gas from the Baker Lime, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana, said reservoirwide unit being shown on an attached plat.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed reservoirwide unit, with each tract sharing in unit production in the percentage shown for such tract on Exhibit A-1 attached hereto, which percentages have been calculated in accordance with the participation formula contained in the Unit Agreement.
3. To approve a pressure maintenance and secondary recovery program for the proposed reservoirwide unit employing the injection of gas, carbon dioxide, fresh water, salt water or other substances, all in accordance with the Unit Agreement.

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4. To find that the proposed pressure maintenance and secondary recovery project is economically feasible, will appreciably increase the ultimate recovery of oil and gas from the Baker Lime, Reservoir A, and will prevent waste and the drilling of unnecessary wells.
5. To find that the Unit Agreement governing the plans and terms of operation of the proposed reservoirwide unit has been executed by at least 75% in interest of the Owners and Royalty Owners within the proposed reservoirwide unit, and to approve and adopt such agreement.
6. To designate Applicant as operator of the proposed reservoirwide unit.
7. To provide that all wells serving the reservoirwide unit should be exempt from the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
8. To provide that the reservoirwide unit be granted a single oil allowable equal to the maximum efficient rate at which all wells serving the unit are capable of producing, which may be produced from any well or wells completed in the reservoir, at the option of the operator.
9. To consider such other matters relating to these proposals as may be appropriate and justified by the evidence presented at the public hearing.

The Baker Lime, Reservoir A, in the Grand Cane Field, DeSoto Parish, Louisiana, was defined in Office of Conservation Order No. 342-F, effective November 27, 1990.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid 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 this letter, of the attached plats and of Exhibit A-1 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.

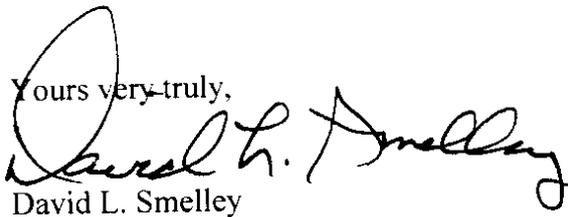
Any person receiving this application who has land or lease related questions should call Ms. Michelle Linton, landman for RDT Properties, Inc., at (918) 743-7575. Any person having technical questions relating to the proposed unit operation or participation formula should call either Ms. Robbin Jones or Mr. Nick Abbott at (918) 743-7575.

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STATE EXHIBIT NO. 3  
DOCKET NO. 10-1008

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plats and Exhibit A-1 at a prominent place in the area affected and will cause the Legal Notice to be published in a newspaper published in the general area of Grand Cane 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.

A check payable to the Office of Conservation and covering the application fee is enclosed.

Yours very truly,  
  
David L. Smelley

--- Attorney for RDT Properties, Inc.

DLS:dp  
Enclosures

cc: Mr. James C. Broussard (w/encls.)  
Ms. Robbin Jones (w/encls.)  
Ms. Michelle Linton (w/encls.)  
Mr. Bill McAlister (w/encls.)  
Interested Owners, Represented Parties  
and Interested Parties (w/plats only)

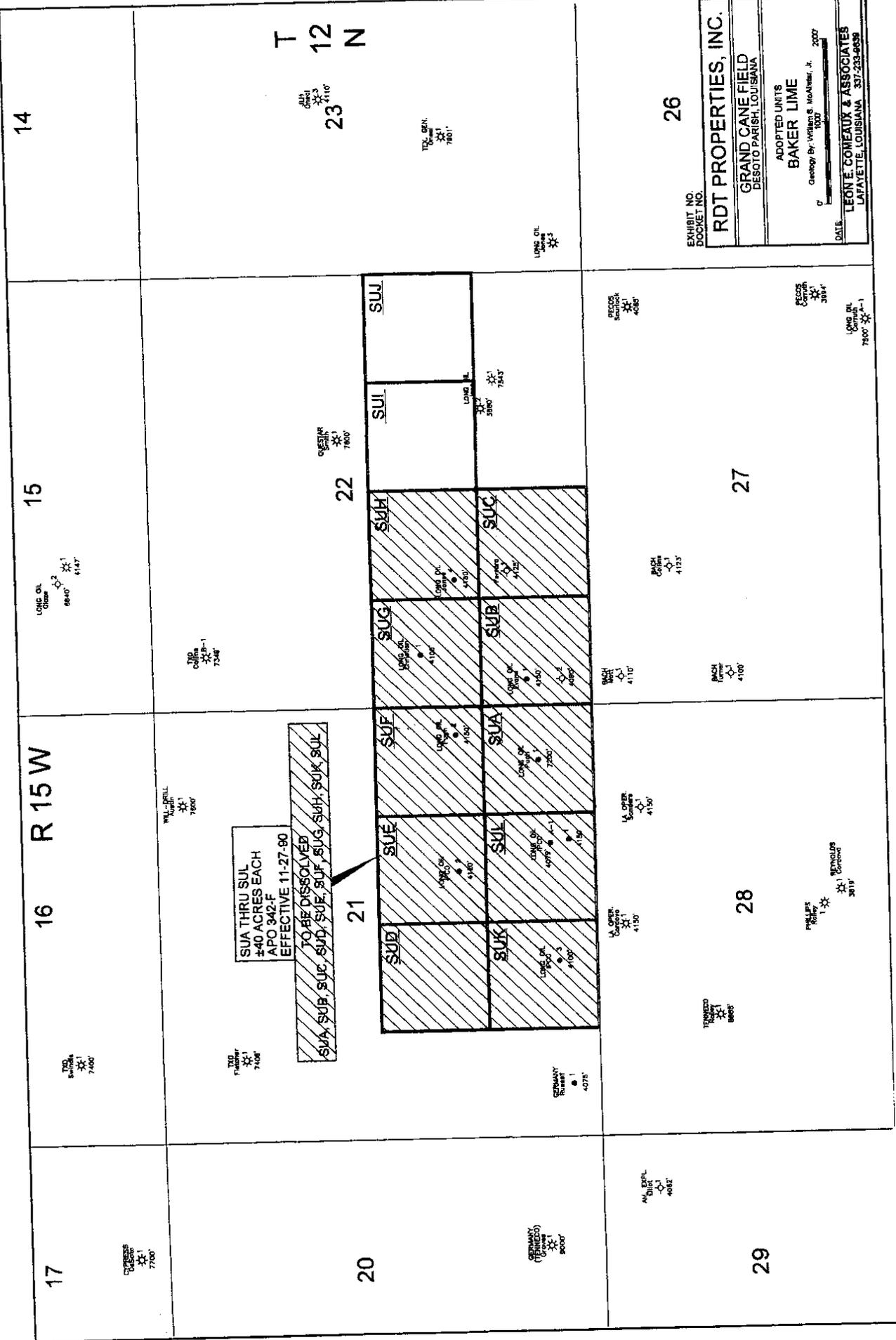


EXHIBIT NO. 26  
DOCKET NO. RDT PROPERTIES, INC.  
GRAND CANE FIELD  
DEBOTO PARISH, LOUISIANA  
ADOPTED UNITS  
BAKER LIME  
Checked By: WILLIAM S. McNEEL, Jr. 2007  
DATE 10/23/07  
LEON E. COMEAUX & ASSOCIATES  
LAFAYETTE, LOUISIANA 337-233-9658

T12N - R15W

GCA BAK L RA SU  
378.878 ACRES

SEC. 021

SEC. 022

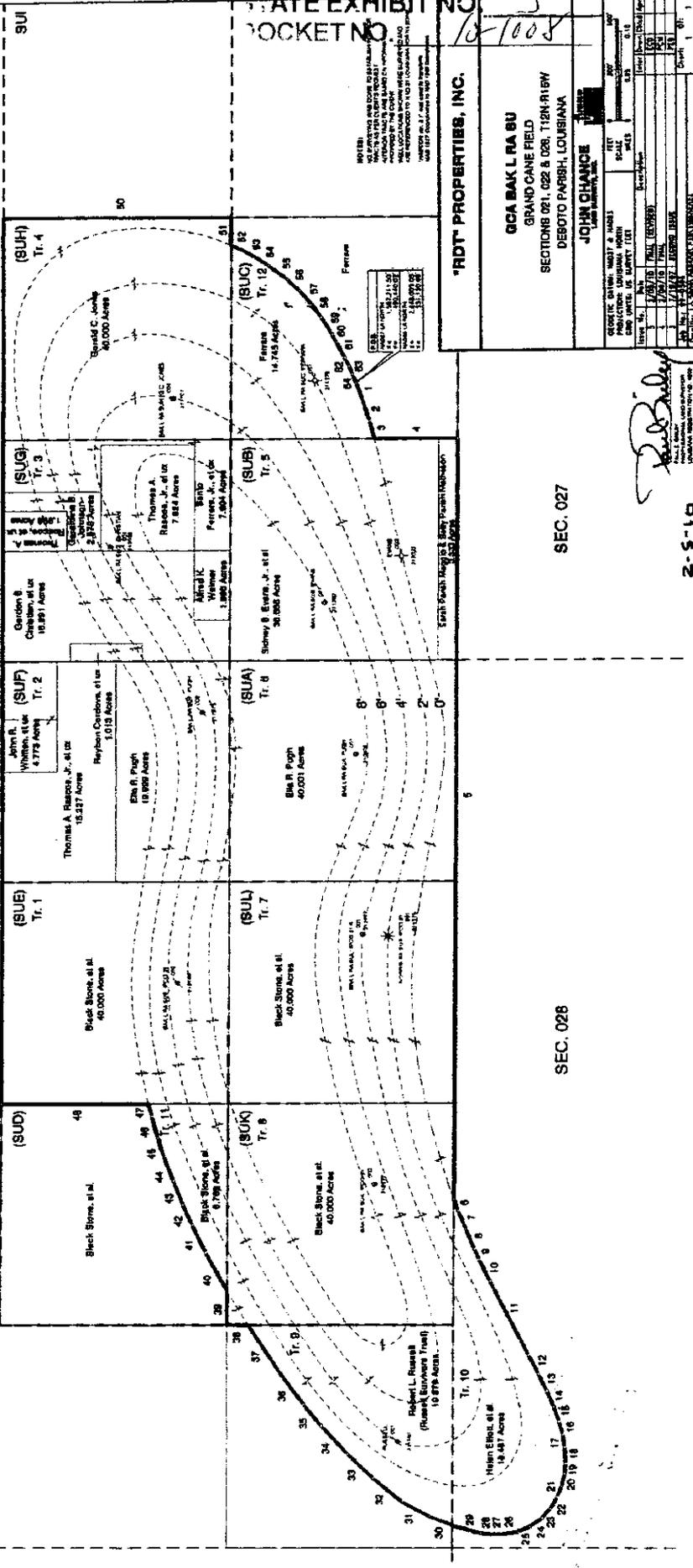
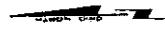
SEC. 029

SEC. 027

SEC. 028

SEC. 029

This survey was made by **JOHN CHANCE**, Surveyor, on **10/10/08**.  
 The boundaries shown on this map are based on the best available information and are subject to change as more accurate data becomes available.  
 The boundaries shown on this map are subject to change as more accurate data becomes available.  
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STATE EXHIBIT NO. 3  
 SCKET NO. 10-1008

'RDT' PROPERTIES, INC.

GCA BAK L RA SU  
 GRAND CANE FIELD  
 SECTIONS 021, 022 & 029, T12N-R15W  
 DEBOLO PARISH, LOUISIANA

JOHN CHANCE  
 Surveyor

Tract No.	Area (Acres)	Owner	Remarks
30	18.887	Walter Black, et al.	
31	19.878	Robert L. Pugh	
32	6.778	Black Stone, et al.	
33	40.000	Black Stone, et al.	
34	19.878	Robert L. Pugh	
35	6.778	Black Stone, et al.	
36	40.000	Black Stone, et al.	
37	6.778	Black Stone, et al.	
38	40.000	Black Stone, et al.	
39	18.887	Walter Black, et al.	
40	6.778	Black Stone, et al.	
41	6.778	Black Stone, et al.	
42	6.778	Black Stone, et al.	
43	6.778	Black Stone, et al.	
44	6.778	Black Stone, et al.	
45	6.778	Black Stone, et al.	
46	6.778	Black Stone, et al.	
47	6.778	Black Stone, et al.	
48	6.778	Black Stone, et al.	
49	18.887	Walter Black, et al.	
50	30.000	Donald C. Jones	
51	6.778	Black Stone, et al.	
52	6.778	Black Stone, et al.	
53	6.778	Black Stone, et al.	
54	6.778	Black Stone, et al.	
55	6.778	Black Stone, et al.	
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95	6.778	Black Stone, et al.	
96	6.778	Black Stone, et al.	
97	6.778	Black Stone, et al.	
98	6.778	Black Stone, et al.	
99	6.778	Black Stone, et al.	
100	6.778	Black Stone, et al.	

2-5-10

*[Handwritten signature]*

**Exhibit A-1**  
**Grand Cane Baker Lime Unit**  
**Tract Participation Formula**  
**DeSoto Ph., Louisiana**

Tract #	Lease Name	Sand Unit	Section	Description	Usable Wellbores		Cumulative BO*		Reservoir Volume		Mineral Acres	TPF *** %
					Wells	%	Mar. 31, 05	%	Acft **	%		
1	IPCO 21-2 (P&A)	SU E	21	NW SE	0	0.000000%	209	0.078337%	76.426	5.334143%	40.000	1.804160%
2	Pugh #2 (P&A)	SU F	21	NE SE	0	0.000000%	2,703	1.013134%	57.148	3.988637%	39.999	1.667257%
3	Christian #1 (P&A)	SU G	22	NW SW	0	0.000000%	65	0.024363%	168.235	11.741940%	39.999	3.922101%
4	Jones #4	SU H	22	NE SW	1	16.666667%	18,364	6.883162%	111.030	7.749325%	40.000	10.433051%
5	Evans #1	SU B	22	SW SW	1	16.666667%	81,267	30.460352%	166.361	11.611145%	39.999	19.579388%
6	Pugh #1	SU A	21	SE SE	1	16.666667%	60,672	22.740971%	236.151	16.482129%	40.001	18.629922%
7	IPCO 21A-1 / IPCO 21-1	SU L	21	SW SE	2	33.333332%	19,772	7.410905%	198.679	13.866776%	40.000	18.203672%
8	IPCO 21-3	SU K	21	SE SW	1	16.666667%	37,103	13.906880%	237.263	16.559741%	40.000	15.711096%
9	Russell #1 (P&A)	n/a	21	SW SW	0	0.000000%	46,641	17.481896%	82.329	5.746142%	19.879	7.742679%
10	Hellen Elliott, et al.	n/a	28	N/2 NW NW	0	0.000000%	0	0.000000%	44.762	3.124158%	18.487	1.041386%
11	Blackstone, et al.	SU D	21	NE SW	0	0.000000%	0	0.000000%	18.760	1.309352%	6.769	0.436451%
12	Ferrara	SU C	22	SE SW	0	0.000000%	0	0.000000%	35.626	2.486512%	14.745	0.828837%
<b>Totals</b>					<b>6</b>	<b>100.000000%</b>	<b>266,796</b>	<b>100.000000%</b>	<b>1432.770</b>	<b>100.000000%</b>	<b>379.878</b>	<b>100.000000%</b>

**Notes**

\* Per LA DNR & IHSE / Dwights records through 3/2005

\*\* Bill McAlister Map

\*\*\* Tract Participation Formula ("TPF") is 1/3 wellbores that will be utilized in the unit, 1/3 actual cumulative production from each tract, 1/3 reservoir volume in acre feet.  
i.e., TPF = (1/3)\*(tract usable wells)/(total usable wells) + (1/3)\*(tract cum prod)/(total cum prod) + (1/3)\*(tract reservoir vol)/(total reservoir volume)

STATE EXHIBIT NO. 3  
POCKET NO. 10-1008

8/24/2010