

P.O. Box 53922 Lafayette, LA 70505 Icomeaux@cox-internet.com Phone 337 233-9839 Fax 337 233-2131

DAVID COMEAUX davecomeaux@cox-internet.com

WILLIAM McALISTER, JR. mcalisterb@cox-internet.com April 21, 2011

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

RE: Marg Tex Sand, Reservoir C and Reservoir D
PERRY POINT FIELD
Acadia and Lafayette Parishes, Louisiana

Dear Sir:

Application is hereby made on behalf of Hilcorp Energy Company to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Marg Tex Sand, Reservoir C and Reservoir D, in the Perry Point Field, Acadia and Lafayette Parishes, Louisiana.

- 1. To dissolve the MT RC SUA, as established by Office of Conservation Order No. 448-K-4, effective October 17, 2006, in the Perry Point Field, and simultaneously therewith, to create a unit for the exploration for and production of gas and condensate from the Marg Tex Sand, Reservoir D, in the Perry Point Field, Acadia and Lafayette Parishes, Louisiana.
- 2. 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 MT RD SUA.
- 4. To designate the Hilcorp Energy Company Plattsmier Hulin No. 3 (ST) Well as the unit well for the MT RD SUA.
- 5. To provide that the Marg Tex Sand, Reservoir D, should be exempt from the spacing provisions of Statewide Order No. 29-E.
- 6. To provide that the Commissioner may reclassify the Marg Tex Sand, Reservoir D, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
 - 7. To discuss any other matters that may be pertinent to this application.

The Marg Tex Sand, Reservoir D, in the Perry Point Field, is hereby defined as being that gas and condensate bearing sand encountered between the depths of 12,962' to 13,264' electric log measured depths (12,954' to 13,254' true vertical depths) in the Hilcorp Energy Company - Plattsmier Hulin No. 3 (ST) Well, located in Section 21, Township 10 South, Range 2 East, Acadia Parish, Louisiana.

In addition to furnishing the legal notice to all Interested Parties, the applicant will provide for <u>POSTING</u> of the legal notice of the hearing and unit plat in a prominent place in the area of the Perry Point Field, Acadia and Lafayette Parishes, Louisiana, and will cause the legal notice of the hearing to be <u>PUBLISHED</u> in a newspaper of general circulation published in the vicinity of the Perry Point Field, Acadia and Lafayette Parishes, Louisiana, at least fifteen (15) days before the hearing date.

Any pertinent data relating to the subject application can be obtained, **AT THE COST OF THE REQUESTING PARTY**, from Cambe Geological Services, 6300 Westpark, Suite 400, Houston, Texas 77057 (713-659-8363).

In compliance with the Rules of Procedure, a preapplication conference was held in Lafayette, Louisiana, on April 6, 2011 at which the parties named on the attached list were in attendance.

The conference was opened with a discussion by Mr. Bill McAlister, representing Hilcorp Energy Company, concerning the nature and purpose of the conference and the bases for the applicant's proposed unit.

Mr. Doffie Ross, representing Plattsmier Hulin, presented a counterplan which went further to the west than the applicants.

Mr. Bryan Groves, representing The Leger Co., presented a counterplan which went further to the north than the applicants and not as far south.

Differences between the parties have been resolved. Accordingly, enclosed is a revised plat which represents a compromise between the parties. It is anticipated that there will be no opposition at the hearing.

There are attached hereto and made a part hereof a revised plat outlining the proposed unit, the conference attendance list, and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom 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, said list of parties will be provided to any party requesting a copy. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check on behalf of the applicant, Hilcorp Energy Company, in the sum of \$755.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES

Bill McAlister

BM/cu Enclosures

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd.
Brandywine III, Suite 220
Lafayette, Louisiana 70508

Interested Parties, Interested Owners and Represented Parties

