James F. Hardwick & Associates

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April 27, 2011

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

Re: Frio Zone Reservoir B

Lower Frio Zone Reservoir A Tweedel Zone Reservoir C

Richie Field

Acadia Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **El Oil, Ltd.** 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 Frio Zone Reservoir B, Lower Frio Zone Reservoir A and the Tweedel Zone, Reservoir C, in the Richie Field, Acadia Parish, Louisiana:

- 1. To establish rules and regulations for the exploration for and production of gas and condensate from the Frio Zone, Reservoir B, Lower Frio Zone Reservoir A and the Tweedel Zone Reservoir C, in the Richie Field, Acadia Parish, Louisiana;
- 2. To create three drilling and production units for the Frio Zone, Reservoir B, Lower Frio Zone Reservoir A and the Tweedel Zone Reservoir C, said proposed units designated F RB SUA, LF RA SUA and TW RC SUA and as shown on the plats attached hereto and made a part hereof;
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the units so created with each tract sharing in unit production on a surface acreage basis of participation;
- 4. To designate an operator of the proposed F RB SUA, LF RA SUA and TW RC SUA;
- 5. To provide that any wells drilled to the above mentioned zones, within or outside of the proposed units, should be located in accordance with the spacing provisions of LAC 43:XIX.1901, et seq. (Statewide Order No. 29-E);
- 6. To allow the Commissioner of Conservation to reclassify the reservoirs by supplemental order, without the necessity of a public hearing, should the producing characteristics of the reservoirs change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and

To consider such other matters as may be pertinent to the Frio Zone Reservoir B, 7. Lower Frio Zone Reservoir A and the Tweedel Zone Reservoir C.

The Frio Zone in Richie Field, Acadia Parish, Louisiana was previously defined in Order No.70-D. The Lower Frio Zone in Richie Field, Acadia Parish, Louisiana is hereby defined as being the gas and condensate bearing sands encountered between the depths of 8976 feet and 9530 feet (electric log measurements) in the Bates and Cornell Maccabees, et al No. B-1 Well located in Section 20, Township 7S, Range 1W of Acadia Parish, Louisiana. The top of the Tweedel Zone in Richie Field, Acadia Parish, Louisiana was previously defined in Order 70-E at a depth of 9530 feet (electric log measurements) in the Bates and Cornell Maccabees, et al No. B-1 Well located in Section 20, Township 7S, Range 1W of Acadia Parish, Louisiana. The Tweedel Zone RC is hereby defined as being the gas and condensate bearing sands encountered between the depths of 9880 feet (stratigraphic equivalent of adopted top, order 70-E) and 10510 feet (electric log measurements) in the McClinton A. Leonards No. B-10 Well located in Section 29, Township 7S, Range 1E of Acadia Parish, Louisiana. This Tweedel base is different than the one noted in the pre-application and should anyone desire to discuss, pleaese contact the undersigned.

Pertinent data, including well logs, not available from the Office of Conservation, may be obtained AT THE COST OF THE REQUESTING PARTY from James F. Hardwick & Associates, 1101 S. Hugh Wallis Road, Suite 101, Lafayette, Louisiana 70508, Telephone Number (337) 232-7756.

In compliance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation a pre-application conference was held in Lafayette, Louisiana on Friday, October 29, 2010. Attached hereto and made a part hereof is a list of the names and addresses of the parties who were in attendance at the conference. The conference was opened by James F. Hardwick who presented the basis of the applicant's proposal. Numerous questions were asked and answered. Mr. David Sturlese on behalf of Zachry Exploration presented a counterplan, including acreage not under lease to El Oil, Ltd., to the west of the applicant's proposal. The conference was adjourned without resolution of differences and opposition may be expected at the hearing.

Attached hereto and made part hereof are plats outlining the applicant's proposals, 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 mailed. 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 furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties. Also enclosed is our check, made payable to the Office of Conservation, submitted on behalf of the applicant representing the required hearing application fee.

As The Co

ames F. Hardwick

Attachments

Mr. Richard Hudson, Lafayette District Office of Conservation cc:

Interested Owners, Represented Parties and Interested Parties cc:





