

October 11, 2017

Honorable Richard Ieyoub
Commissioner of Conservation
Office of Conservation
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

**RE: HEARING APPLICATION
Key Operating Company
Hackberry Zone, Reservoir L
Starks Field, Calcasieu Parish, Louisiana**

Dear Sir:

Application is hereby made on behalf of **Key Operating Company** ("Applicant") for a public hearing to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Hackberry Zone, Reservoir L, Starks Field, Calcasieu Parish, Louisiana:

Hackberry Zone, Reservoir L

1. To establish rules and regulations governing the exploration for and production of oil and gas from the Hackberry Zone, Reservoir L, in Starks Field, Calcasieu Parish, Louisiana.
2. To create a drilling and production unit for the exploration and production of oil and gas from the Hackberry Zone such proposed unit being shown on the attached plat and being designated Reservoir L.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis.
4. To provide that the Commissioner of Conservation may reclassify the reservoirs by Supplemental Order and without the necessity of a public hearing should such a reclassification be warranted based on evidence furnished to the Commissioner.
5. The Hackberry Zone is hereby defined as that oil and gas bearing interval encountered between the electric log depths of 7,630 feet and 8,344 feet in the Crawford Energy Operating Co., Walker No. 1, (s/n 232151), located in Section 14, Township 9 South, Range 13 West Starks Field, Calcasieu Parish, Louisiana.
6. To consider such other matters as may be pertinent.

A conference was held on Wednesday, October 11, 2017, at the Lafayette Petroleum Club located at 111 Heymann Blvd., Lafayette Louisiana. On behalf of Key Operating Company, I opened the meeting and explained our unit proposal.

Mr. Travis Helms, in place for the out-of-town Mr. David Sturlese representing the Stream Family Ltd. Partnership, proposed extending our west boundary further to the west. We were unable to resolve our differences, but will continue to pursue a potential compromise unit plan. It is unknown if there will be opposition at the hearing.

Pursuant to the Revised 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 who notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of the unit plat is enclosed herewith and a copy of this letter and of the attached plat is being sent to the District Manager of the Lafayette District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of the Subject Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose our check **payable to the Office of Conservation** in the amount of \$755.00 for the application fee.

Sincerely,



Bryan S. Groves
Geologist

Enc.

xc: LDNR Lafayette Office (w/encl.)
Interested Owners, Represented Parties and
Interested Parties (w/plat only)

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Pre-application notice letter even though your property is not included in the proposed unit because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this letter does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

BRYAN GROVES

OIL & GAS GEOLOGIST

UNITIZATION / 3-D INTERPRETATION

www.bryangrovesgeology.com

R 13 W

T 9 S

Sun
Kelly Weber Unit
1
8545'

11

12

**HBV RL SUA
(UNDRILLED)
± 110 ACRES**

EOG
Olympia Min.
1
13610'

W. E. Walker

Shelton W. Ashworth, et ux
Thomas L. Monison, et ux
Gregory C. Stanley

Linda S. Duggan

Olympia Minerals Leasing, LLC

Stream Estate

Frederic L. & Jacqueline M. Harget

Lee M. Lake, et ux

Wm. K. Hickey, et al

Jeffery W. Trahan, Sr., et ux

Harold McGill, et al

Allen H. & Imogene Spears

Stream Family Limited Partnership

Steve A. & Rhonda Y. Richardson

Jason P. & Sherrie P. Martinez

Clark

Pannal L. Sanders Est.

Luke

Edward D. Frenzel, et al

Crawford Walker
1
8347'

Francis X. & Lynn W. Heifron

Gary M. & Annette C. Bordelon

Trans Texas Smit Ozan
1
13200'

Burton Emerson
1
8600'

Burton Lutchter-Moore
10
11649'

William D. Blake

PBA Properties, LLC

14

Billot

Williams

Burton Burch
1
8341'

Burton Lutchter-Moore
3
8136'

Blake

Quatre Parish

Adams

EXHIBIT NO.
DOCKET NO.

DATE:

E&P Oper. Blake
1
15530'

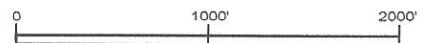
William Poe

Bailey

KEY OPERATING COMPANY

STARKS FIELD
CALCASIEU PARISH, LOUISIANA

**PROPOSED UNIT
HACKBERRY ZONE**



BRYAN GROVES
OIL & GAS GEOLOGIST
www.bryangrovesgeology.com

— AS PER ORDER 126-B-3
NOTE: ALL BOUNDARIES ARE GEOGRAPHIC

ATTENDANCE LIST
PRE-APPLICATION CONFERENCE

SAND/ZONE Hackberry Zone, Reservoir L

FIELD: Starks Field

PARISH: Calcasieu Parish, La.

CONFERENCE DATE: October 11, 2017

PLEASE PRINT

NAME	ADDRESS	REPRESENTING
Bryan S. Groves	P. O. Box 53887 Lafayette LA 70505	Key Operating Company
<i>Bill Guidry</i>	<i>P.O. Box 52963 Lafayette, LA 70505</i>	<i>Key Operating</i>
DAVID STURLESE	P.O. BOX 51405 LAFAYETTE, LA 70505	STREAM FAMILY LTD. PARTNERSHIP
TRAVIS HELMS	P.O. BOX 51628 LAFAYETTE, LA 70505	"
<i>David Richard</i>	<i>P.O. Box 40 Lake Charles La 70620</i>	<i>Stream</i>