

July 5, 2007

Ref: 4219-25141

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

Re: Hearing Application
LOWER CRIS I ZONE, RESERVOIR A
KENILWORTH FIELD (formerly North Lake Lery)
FIELD
St. Bernard Parish, Louisiana
Applicant: Energy XXI Gulf Coast, Inc.

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **Energy XXI Gulf Coast, Inc.** 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 Lower Cris I Zone, Reservoir A, in the Kenilworth Field, St. Bernard Parish, Louisiana.

1. To create a single drilling and production unit of approximately 1,024 acres for the Lower Cris I Zone, Reservoir A, designated as the LOWER CRIS I RA SUA, Kenilworth Field, St. Bernard Parish, Louisiana, all as shown more particularly on the attached plat;
2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit;
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;
4. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

Hon. James H. Welsh
July 5, 2007
Page 2

The Lower Cris I Zone, Reservoir A in the Kenilworth Field, is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of 12,100 feet and 13,964 feet (electrical log measurements) in the Bass Enterprises Production Company-Delacroix No. 1 Well, located in Section 46, Township 14 South, Range 13 East, St. Bernard Parish, Louisiana.

In compliance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, a pre-application conference was held in Lafayette, Louisiana on June 14, 2007. Attached hereto and made a part hereof is a list of the names and addresses of the parties who were in attendance at that conference.

The conference was opened by Mr. Matt Randazzo. Mr. David Comeaux of Leon Comeaux & Associates presented the plan of applicant. Questions were asked and answered. Mr. Louis Gilbert representing Biloxi Marsh Lands Corporation presented a counterplan of 1090 acres. The parties have reconciled their differences and attached is the revised plat. All parties reserved their rights. There may be opposition at the public hearing on this matter.

Attached hereto and made a part hereof is a revised plat outlining the LOWER CRIS I RA SUA, Kenilworth Field, St. Bernard Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

Any pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. David Comeaux of Leon E. Comeaux & Associates, P. O. Box 53922, Lafayette, LA 70508 (337) 233-9839.

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,


B. J. Duplantis

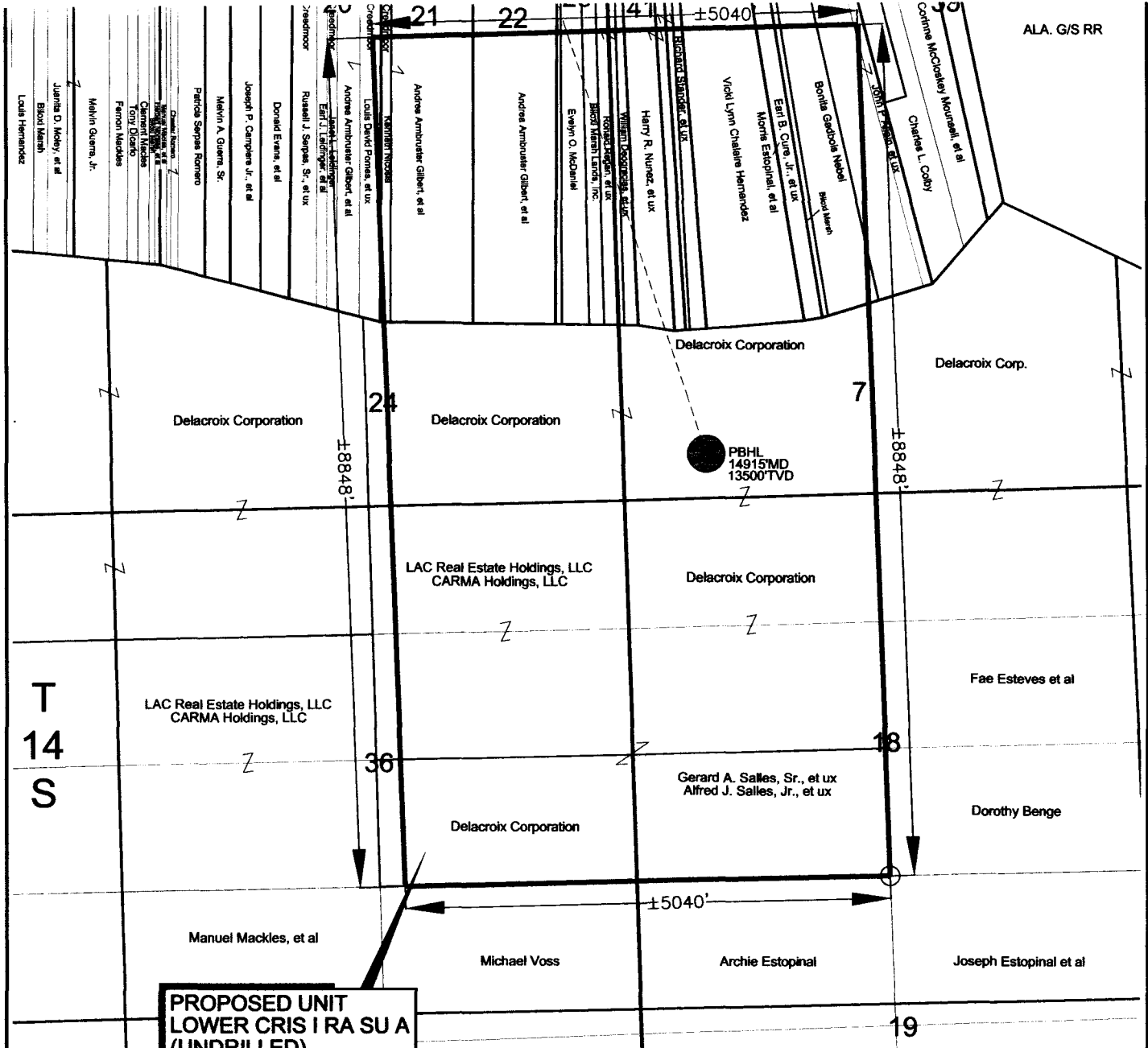
BJD/ht

Attachments

cc: Mr. Richard D. Hudson
District Manager, Office of Conservation

All Interested Owners, Represented Parties
and Interested Parties

ALA. G/S RR



**PROPOSED UNIT
LOWER CRIS I RA SU A
(UNDRILLED)
±1024 ACRES**

EXHIBIT NO.
DOCKET NO. 07-

	ENERGY XXI
KENILWORTH FIELD ST. BERNARD PARISH, LOUISIANA	
PROPOSED UNIT LOWER CRIS I RA SU A	
Witness: David Comeaux	
0' 1500' 3000'	
DATE: _____	
LEON E. COMEAUX & ASSOCIATES LAFAYETTE, LOUISIANA 337-233-9839	

○ GEOGRAPHICALLY SIGNIFICANT POINT
NOTE: ALL BOUNDARIES ARE GEOGRAPHIC
NOTE: ALL WELLS ABOVE 13000' NOT SHOWN

37