

COOK, YANCEY, KING & GALLOWAY

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November 2, 2007

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When calling relative to this
matter, refer to file No. 1585.

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

RE: **Hosston Zone, Reservoir A**
Elm Grove Field
Bossier Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston Zone, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana:

1. To authorize KCS Resources, Inc. to complete and utilize the KCS Resources, Inc. - Roos No. 16 Well as an additional alternate unit well on HOSS RA SU15 at the exceptional location in Section 4-T16N-R11W, Bossier Parish, Louisiana, shown on the attached plat, which is in lieu of the location 1800' FEL and 330' FNL of Section 4 which was approved for the Hosston Zone, Reservoir A, by Office of Conservation Order No. 361-A-209, effective May 20, 2003;
2. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Hosston Zone, Reservoir A, underlying HOSS RA SU15 which cannot be efficiently and economically drained by any other well;
3. To authorize the unit allowable for this Hosston Zone, Reservoir A, unit to be recovered from the any of the wells located on the units, at the discretion of the operator; and
4. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Hosston Zone, Reservoir A, in the Elm Grove Field, Caddo, Bossier, Webster, and Bienville Parishes, Louisiana, was defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972, and was further defined in Office of Conservation Order No. 361-A-5, effective May 25, 1977.

The subject matter of this application does not require the issuance of a Pre-Application Notice.

COOK, YANCEY, KING & GALLOWAY

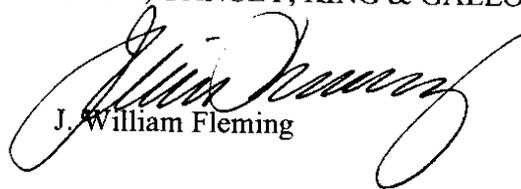
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Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Ms. Toni Semple, 6100 South Yale Avenue, Suite 500, Tulsa, Oklahoma 74136, at telephone number (918) 499-1302

The list of parties attached to the copies of this application being sent to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plats attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Enclosed with the copy of this letter being sent to the Office of Conservation is a check for the fee required for this application.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

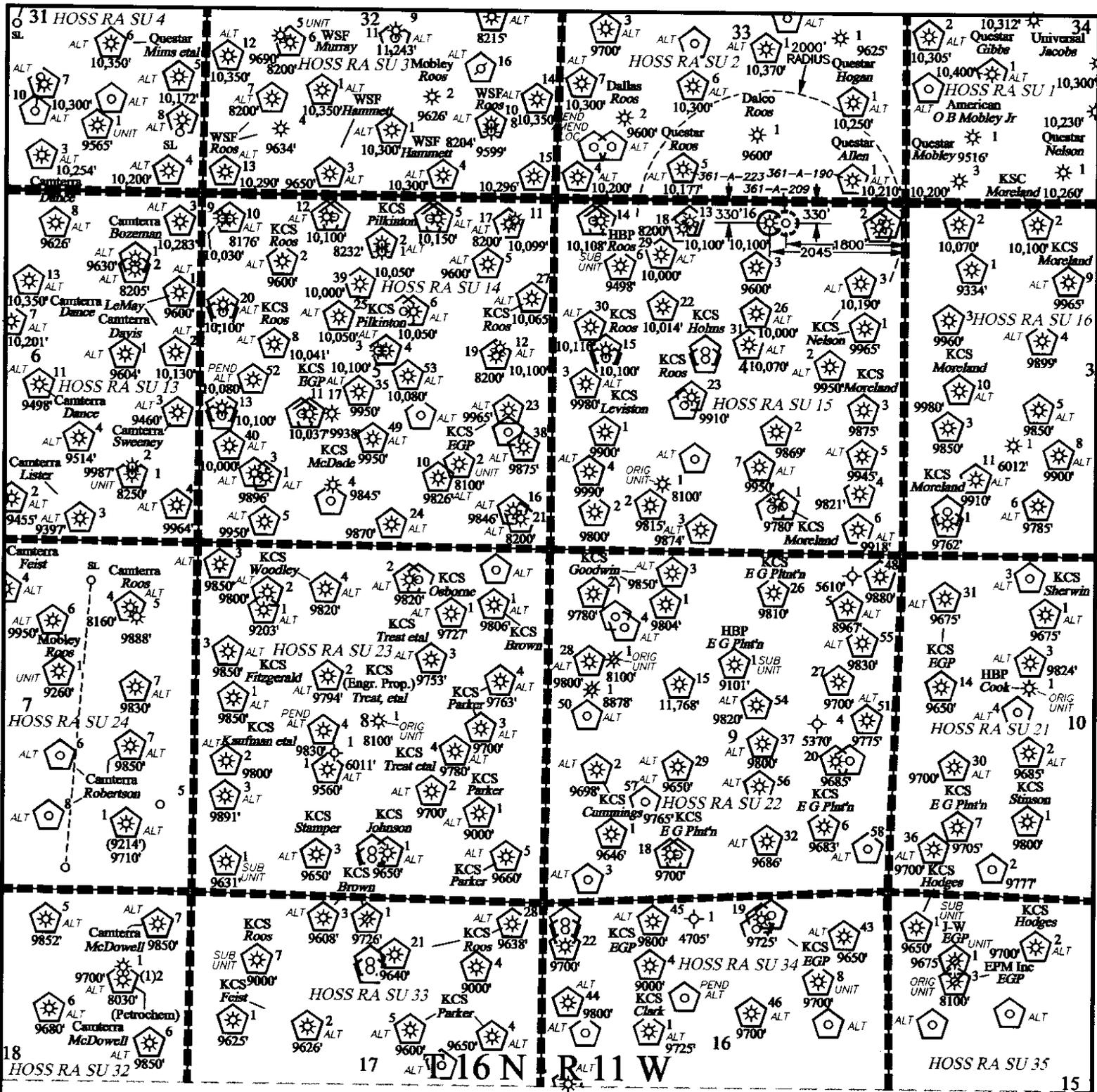


J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Ms. Toni Semple
Mr. Craig Barclay



KCS RESOURCES, INC.
TULSA, OKLAHOMA

ELM GROVE FIELD
BOSSIER PARISH, LOUISIANA

PROPOSED AMENDED LOCATION OF AN APPROVED
ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION FOR
HOSS RA SU 15

- : EXISTING UNITS
- : EXISTING HOSS RES A UNIT AND ALT UNIT WELLS
- : APPROVED HOSS RES A UNIT AND ALT UNIT WELL LOCS
- : PROPOSED ALTERNATE UNIT WELL
- : APPROVED ALTERNATE UNIT WELL LOCATION NOT TO BE USED

GEOLOGIST: CRAIG C. BARCLAY



ONLY WELLS >4000' TD SHOWN