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July 16, 2008

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When calling relative to this matter,
refer to file No. 1759.

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

Re: Lower Cotton Valley Formation,
Reservoir A
Terryville Field
Lincoln 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 Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana:

1. To authorize KCS Resources, Inc. to drill, complete and utilize one additional alternate unit well for LCV RA SUM at the exceptional locations shown on the attached plat;
2. To approve an exception to the well location provisions of applicable Office of Conservation orders for the Lower Cotton Valley Formation, Reservoir A, to the extent necessary, for the proposed alternate unit well as shown on the attached plats;
3. To determine that there is a need for additional alternate unit well as indicated to efficiently and economically recover hydrocarbons underlying LCV RA SUM that cannot otherwise be recovered ;
4. To authorize the unit allowable for this unit to be recovered from the existing wells located on the unit, the proposed well, or any combination thereof, at the discretion of the operator; and
5. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

COOK, YANCEY, KING & GALLOWAY

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The Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 370-B-6, effective on and after February 18, 1982; and has been redefined by various orders of the 370-B Series of Orders.

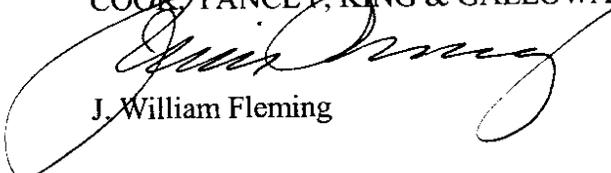
The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Tom Lindley, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

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 plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, the 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 application being sent to the Commissioner of Conservation is a check for the application fee.

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
Mr. Tom Lindley
Mr. Craig Barclay

LCV RA SU 00
640 ± Acres

R 4 W
LCV RA SU G
640 ± Acres

McRae 2 1 Jarrod-Walsh
Hodgepeth Hodgepeth
13,189' 9490'

LCV
RA
SUE

LCV RA SU F
640 ± Acres

Jarrod-Walsh
Harrison 1A
9999'
Jarrod et al
Harrison
10,000'
KCS Res., Inc.
Harrison
10,638'
KCS Res., Inc.
Harrison
8-1
12,975'
1-Alt.

LCV RA SU H
640 ± Acres

Jarrod
Henry 1
10,009'
KCS Res.
Canterbury 9
1-Alt.
12,688'

KCS
(Union Texas)
Hood
1
11,100'

Goodrich
Harrison
9575'
CROW DRLG.
Singleton
TXO
Hammon
1B
9568'
KCS Res., Inc.
McKinney
11,392'
SUB.

Jarrod et al
Hood
12,894'
KCS Res., Inc.
Goldsmith 8
1-Alt.
11,583'
KCS Res., Inc.
B. Williams
9332'
1-Alt.
12,350'
LCV RA SU J
640 ± Acres

Jarrod
H. Henry 2
9950'
KCS Res.
Magoo
1-Alt.
11,320'
KCS RES.
Wallace 9
4-ALT
11,185'
KCS Res.
Wallace 9
(Grey Unit Well)
1-ALT
12,250'
Jarrod-Walsh
Dye
10,130'
KCS Res., Inc.
PEND.
2-ALT

LCV RA
SUL

LCV RA SU K
640 ± Acres

Crow
Galloway 1
KCS RES.
Warren
11,300'
KCS Res.
9451'
J. Warren et al 17
3-Alt.
11,320'
KCS Res.
Warren 17
2-Alt.
11,450'
KCS Res.
Davison 17
1-Alt.
11,450'

SW Gas
Singleton
1
KCS Res.
Wallace 16
6-ALT
11,400'
KCS Res.
Wallace 16
7-ALT
11,400'
KCS Res.
Wallace 16
4-ALT
11,400'

KCS
(St Mary)
T Newien
1-ALT
10,400'

KCS RES. 9541'
SINGLETON, ET AL 18
1-ALT
KCS RES.
Galloway 18
11,410'
KCS
SW Gas
Dye
KCS
(Vintage)
Dye
9990'
KCS
(Vintage)
Singleton
KCS
(Vintage)
(St. Mary)
Cook
9541'
KCS
(Vintage)
Tatum
12,700'
10,300'

KCS
(Vintage)
Wallace
10,550'
KCS Res.
J. Hill 17
1-Alt.
11,455'
KCS RES.
DREWETT, ET AL 20

LCV RA SU I
640 ± Acres
KCS Res.
Wallace
11,400'
PEND.
KCS Res.
Smith
9380'
KCS Res.
Bellevue
Timbr. 16
2-ALT
11,380'
KCS Res.
Davison
1-ALT
10,571'
KCS Res.
Davison
1-ALT
11,215'
KCS Res.
Bellevue
Timbr. 16
2-ALT
11,370'
KCS Res.
Bellevue
Timbr. 16
1-ALT
11,228'

KCS
(Union Texas)
Belcher
1
10,794'

LCV
RA
SUT

KCS RES. Moon 19
1-ALT
10,618'
KCS RES. KATHCO 19
2-ALT
12,207'
KCS RES. INC. Johnnie Tatum 19 No. 1-Alt.
1-ALT
10,003'
1805'
KCS Res. D.L. Sanford 19
1-ALT
11,075'
KCS Res. D.L. Sanford 19
1-ALT
10,955'
KCS
(Vintage)
(St Mary)
Dupree
1-ALT
10,300'
Union Texas
Dowling
1-ALT
12,600'
Fcazel
Dowling
1
9711'

KCS
(Vintage)
Wallace
10,550'
KCS Res.
J. Hill 17
1-Alt.
11,455'
KCS RES.
DREWETT, ET AL 20
3-ALT
9230'
KCS
(Vintage)
(St Mary)
Dupree
1-ALT
10,300'
SW Gas
Dunn
1
11,117'
KCS Res.
Dunn 20
2-ALT
11,138'
KCS Res.
Dunn 20
1-ALT
11,138'

KCS Res. Standifer 21-1
11,100'
KCS Res. Standifer 21
2-ALT
11,257'
KCS Res. Standifer 21
1-ALT
10,650'
KCS Res. Standifer 21
1-ALT
9217'
KCS Res. Standifer 21
1-ALT
11,222'
KCS Res. Standifer 21
1-ALT
3000'

LCV RA SUM
640 ± Acres

LCV RA SUN
640 ± Acres
KCS
(Vintage)
(Union Texas)
Dowling
1
12,810'
KCS
(SW Gas)
Dowling
1 (Inj.)
9503'

LCV RA SUP
640 ± Acres
TXO
Colquitt
1
10,504'

EXHIBIT No. 1

DOCKET No. 08-

KCS RESOURCES, INC.
Tulsa, Oklahoma

TERRYVILLE FIELD
Lincoln Parish, Louisiana

PROPOSED LOWER COTTON VALLEY RESERVOIR A ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION

