

**COOK, YANCEY, KING & GALLOWAY**  
A PROFESSIONAL LAW CORPORATION  
333 TEXAS STREET, SUITE 1700  
POST OFFICE BOX 22260  
SHREVEPORT, LOUISIANA 71120-2260  
www.cookyancey.com

J. William Fleming

Writer's Direct  
(318) 227-7724  
bill.fleming@cookyancey.com

March 24, 2008

TELEPHONE (318) 221-6277  
TELECOPIER (318) 227-7850

When calling relative to this matter,  
refer to file No. 1640.

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

Re: Gray Sand, 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 Gray Sand, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana:

1. To authorize KCS Resources, Inc. to drill, designate and utilize an additional alternate unit well for GRAY RA SUMM at the location shown on the attached plat;
2. To determine that there is a need for an alternate unit well on GRAY RA SUMM to efficiently and economically recover hydrocarbons underlying the unit which cannot be recovered from any other well located on said unit;
3. To authorize the unit allowable for GRAY RA SUMM 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
4. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

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The Gray Sand, Reservoir A, in the Terryville Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 370-E, effective May 23, 1979.

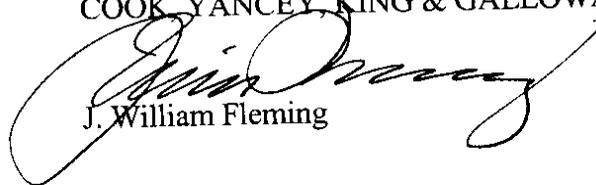
The subject matter of this application does not require the issuance of a Pre-Application Notice.

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 persons named on the list 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. Also enclosed is 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

GRAY RA SU HH  
640 ± Acres

R 4 W  
GRAY RA SU II  
640 ± Acres

McRae 2 Hedgepeth 13,189' Jarred-Walsh Hedgepeth 9490' 640 ± Acres  
GRAY RA SU JJ

GRAY RA SU LL  
640 ± Acres

Jarred-Walsh Harrison 1A 9999' KCS Res., Inc. Harrison 1-Alt. 12,975' Jarred et al Harrison 10,000' KCS Res., Inc. Harrison 10,638' McRae Hood Est. 12,894' Jarred et al Hood 12,350'

Jarred Henry 10,009' KCS Res. Canterbury 9 1-Alt. 12,688' Jarred H. Henry 9950' KCS Res., Inc. 11,148'

KCS (Union Texas) Hood 1 11,100'

CROW DRLG. Singleton TXO Hammon 1 9568' KCS Res., Inc. McKinney 1 9615' 11,392'

PROP. ALTERNATE UNIT WELL KCS RESOURCES, INC.

BHL 1500' 1562' 1411' 1600' 2000' KCS Res., Inc. Goldsmith 8 1-Alt. 11,583'

KCS Res., Inc. B. Williams 1-Alt. 9332' 12,350'

KCS Res. Magee 1-Alt. 11,320' Jarred-Walsh Dye 10,130' KCS Res. Wallace 9 4-ALT (Grey Unit Well) 11,185' KCS Res. Wallace 9 12,250' Jarred-Walsh Dye 10,130' KCS Res., Inc. PEND 2-ALT 11,160'

GRAY RA SU V  
640 ± Acres

SW Gas Singleton 1 9541'

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

SINGLETON, ET AL 18 1-ALT 11,410' Galloway 18

KCS RES. DUFFEY 17 1-ALT 11,386' SUB. 11,320'

GRAY RA SU L  
640 ± Acres

KCS (Union Texas) Belcher 1 10,794'

KCS RESOURCES, INC. 18 KCS (Vintage) Dye 1 9990' SW Gas Dye 1 9541' KCS (Vintage) Singleton 1 12,700' KCS (Vintage) (St. Mary) Cook 1 10,300' KCS (Vintage) Tatum 1 11,302' Wartenburg 18 1-ALT 11,302'

KCS RES. DUFFEY 17 1-ALT 11,320' KCS Res. J. Warren et al 17 3-ALT 11,450' KCS Res. Warren 17 2-ALT 11,450' KCS RESOURCES, INC. 17 KCS Res. Colquitt 1-ALT 10,550' KCS Res. J. Hill 17 1-ALT 11,455' DREWETT, ET AL 20 1-ALT 11,455'

GRAY RA SU PP 640 ± Acres KCS Res. Wallace 11,200' 6-ALT 11,400' KCS Res. Wallace 11,200' 6-ALT 11,400'

KCS RES. MOON 19 1-ALT 10,618'

KCS RES. KATHCO 19 1-ALT 10,618' KCS Res. D.L. Sanford, Etux 19 Union Texas 1-ALT 11,075' KCS Res. Dowling 1-ALT 11,075' Feazel Dowling 1 9711' 12,600'

GRAY RA SU G  
640 ± Acres

GRAY RA SU H  
640 ± Acres

KCS (Vintage) Dowling 1 12,810' KCS (SW Gas) Dowling 1 (Inj.) 9503'

KCS Res., Inc. STANDIFER 21-1 11,100' KCS Res. Standifer 21 2-ALT 11,257' Union Texas Standifer 1 10,650' SW Gas Standifer 1 9217' KCS Res. Lewis 2 1-ALT 11,222' KCS Res. Lewis 2 1-ALT 3000'

GRAY RA SU I  
640 ± Acres

EXHIBIT No.

DOCKET No.

KCS RESOURCES, INC.  
Tulsa, Oklahoma

TERRYVILLE FIELD  
Lincoln Parish, Louisiana

PROPOSED GRAY SAND RESERVOIR A ALTERNATE UNIT WELL

EXISTING GRAY SAND RESERVOIR A SAND UNITS

PROPOSED GRAY RA ALTERNATE UNIT WELL

GRAY SAND RESERVOIR A UNIT WELLS

GRAY SAND RESERVOIR A ALTERNATE UNIT WELLS

LOWER COTTON VALLEY LOCATIONS

