

Kiowa Gas Company

8150 North Central Expressway Suite 750
Dallas, TX 75206
214-368-6700

July 8, 2016

Kansas Corporation Commission
Conservation Division
266 N. Main, Suite 220
Wichita, Kansas 67202

Re: Motion for the Commission to Schedule Proceedings
16-CONS-4020-CEXC

Gentlemen:

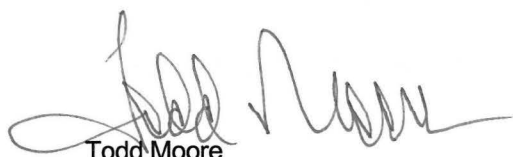
Included herewith is a copy of the Public Notice regarding our Eula May 2-16 well scheduled to run in the Wichita Eagle on June 17, 2016.

For economic reasons, Kiowa has not performed a casing integrity test on said well. In requesting an extension of the 10 year rule, we'd hoped to get time to recover financially enough to proceed with returning the well to service. As mentioned in my correspondence to the Commission on April 8, 2016, Kiowa was required to address two of its wells during 2015 that had reached their 10 year TA limit. In doing so, a significant amount was spent bringing those wells into compliance during a very difficult period. The estimated cost of doing the same for the Eula May 2-16 is not possible at this time.

During the past two years the cost of our operations has virtually utilized all revenues generated from the field. The Ashland Water Flood Unit is over 30 years old and equipment and infrastructure have been, and are still, in need of repair/replacement. The pricing environment is moving in a direction that should provide relief for our efforts over the coming year.

Your consideration is most appreciated.

Regards,

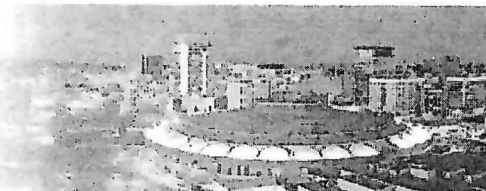
A handwritten signature in black ink, appearing to read "Todd Moore", is written over a horizontal line.

Todd Moore

President

The Wichita Eagle Kansas.com

825 E. Douglas | Wichita, KS 67202 | 316-268-6000



Customer
KIOWA GAS COMPANY

Payor Customer
KIOWA GAS COMPANY

Customer Account
527766

Payor Account
527766

Customer Address
8150 N CENTRAL EXPRESSWAY SUITE
DALLAS TX 75206 USA

Payor Address
8150 N CENTRAL EXPRESSWAY SUITE
DALLAS TX 75206 USA

Customer Phone
214-244-3819

Payor Phone
214-244-3819

Sales Rep.
rwilson@wichitaeagle.com

Order Taker
rwilson@wichitaeagle.com

RE: Kiowa Gas Company Application
for Exception of the 10 year time limitation
of K.A.R. 82-3-111 for its Eula May #2-16
located in Clark County, Kansas.

TO: All oil and Gas Producers, Unleased
Mineral Interest Owners, Landowners and
all persons concerned.

You, and each of you are hereby notified
that Kiowa Gas Company has filed an
application for extension of the 10 Year
Temporary Abandonment Rule for Eula
May #2-16 Well located the SW/4 NE/4 of
Section 16, Township 33 South, Range 22
West, Clark County, Kansas to further
evaluate the well's potential within the
Ashland East Water Flood Unit.

Any persons who object to or protest this
application shall be required to file their
objections or protest with the
Conservation Division of the State
Corporation Commission of the State of
Kansas within fifteen (15) days from the
date of this publication. These protests
shall be filed pursuant to Commission
regulations and must state specific
reasons why the grant of the application
may cause waste, violate correlative
rights, or pollute the natural resources of
the State of Kansas.

All persons interested or concerned shall
take notice of the foregoing and shall
govern themselves accordingly.

<u>PO Number</u>	<u>Payment Method</u>	<u>Blind Box</u>
	Electronic Bank Draw	
<u>Tear Sheets</u>	<u>Proofs</u>	<u>Affidavits</u>
0	0	0
<u>Net Amount</u>	<u>Tax Amount</u>	<u>Total Amount</u>
\$243.81	\$0.00	\$243.81
<u>Payment Amt</u>	<u>Amount Due</u>	
\$243.81	\$0.00	

Kiowa Gas Company
8150 N. Central Expressway
Suite 750
Dallas, Texas 75206
(214) 244-3819

<u>Ad Number</u>	<u>Ad Size</u>	<u>Color</u>
0002516252-01	1.0 X 43 Li	<NONE>
<u>Product Information</u>	<u># Inserts</u>	<u>Cost</u>
<u>Placement/Classification</u>		
<u>Position</u>		
<u>Run Dates</u>		
<u>Run Schedule Invoice Text</u>		

WIC- Wichita Eagle:Print: 1 \$243.81
0300 - Legals Classified
0301-Legals & Public Notices
6/17/2016
RE: Kiowa Gas Company Application for Exception of the 10 year time