

Figure 1: 16 TAC 3.106(E)(4)(F)

NOTICE OF APPLICATION FOR PIPELINE PERMIT

Koch Midstream Services Company, 606 S. Shelby St., Carthage, Texas 76533, has applied to the Railroad Commission of Texas for a permit to construct a 2.05 miles buried pipeline in Leon County, Texas, to gather natural gas containing hydrogen sulfide (Sour Gas). In the event of a leak, the radius of exposure of hydrogen sulfide for 100 parts per million (ppm) could extend 7,113 feet on either side of the pipeline based on methods outlined in the 16 Texas Administration Code 3.36(2). The radius of exposure included parts of U.S. Hwy. 79 and extends northeasterly thru Marquez city limits. The applicant proposes to construct pipeline beginning 7,836 ft. southeasterly of a point of intersection of U.S. Hwy. 79 and State Hwy. 7 extending northeasterly 2.05 miles ending 5,808 ft. of a point of intersection of U. S. Hwy. 79 and State Hwy. 7. The city limits of Marquez are shown on the plat. The southwestern end of the pipeline will interconnect with a 8" sour gas pipeline owned and operated by the applicant. The pipeline will be constructed and operated in accordance with rules and regulations adopted by the Railroad Commission of Texas specifying construction material and methods for the safe operation of sour gas pipelines.

This proposed pipeline facility will transport sour gas that contains more than 100 ppm of hydrogen sulfide. A copy of this application is available for public inspection at the offices of the Leon County Clerk, located at the following address: the corner of Cass Street and St. Mary Street in Centerville, Texas.

Any owner or occupant of land located within 100 ppm radius of exposure of the proposed sour gas pipeline facility desiring to protest this application can do so by mailing or otherwise delivering a letter referring to Gas Utilities Docket (GUD) No. 8899 and stating their desire to protest to:

Docket Services
Office of General Counsel
Railroad Commission of Texas
P. O. Box 12967
Austin, Texas 78711-2967

Protests must be received no later than September 19, 1998. It is recommended that a copy of this notice be included with the letter. Additional information concerning the protest procedure can be obtained by calling (512) 463-7017 or by visiting (www.rrc.state.tx.us) on the Internet. For more information regarding this permit application you may contact Rob Koenig,

Koch Midstream Services Company, 606 S. Shelby Street, Carthage, Texas 75633, Telephone: (903) 693-5172 ext. 2542.

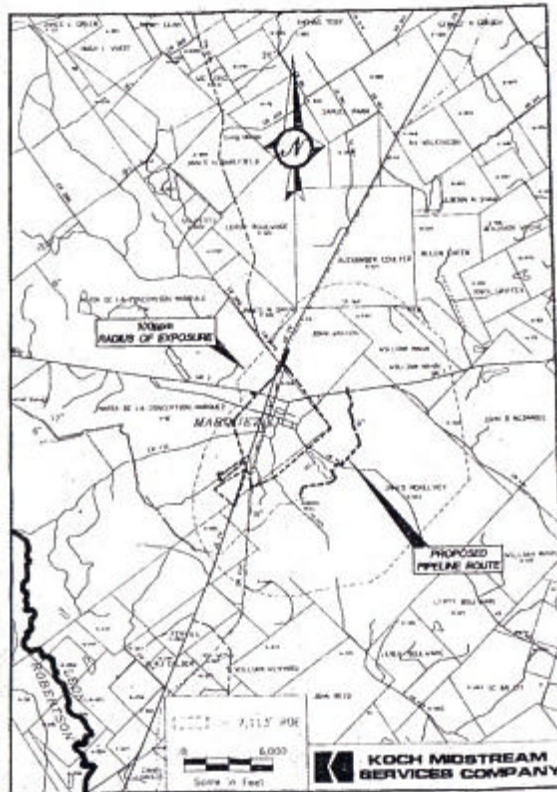
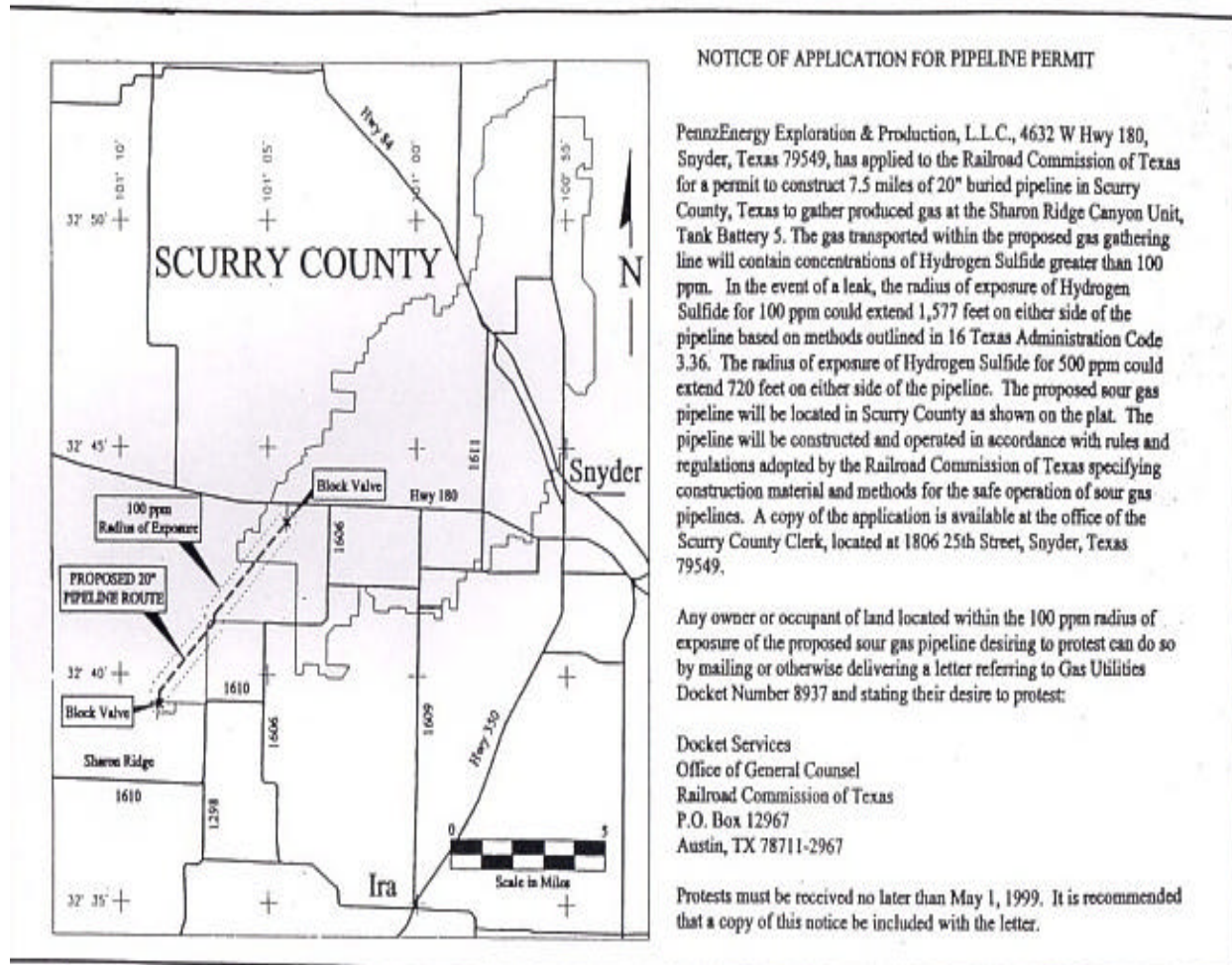


Figure 2: 16 TAC 3.106(f)(4)(F)



NOTICE OF APPLICATION FOR PIPELINE PERMIT

PennEnergy Exploration & Production, L.L.C., 4632 W Hwy 180, Snyder, Texas 79549, has applied to the Railroad Commission of Texas for a permit to construct 7.5 miles of 20" buried pipeline in Scurry County, Texas to gather produced gas at the Sharon Ridge Canyon Unit, Tank Battery 5. The gas transported within the proposed gas gathering line will contain concentrations of Hydrogen Sulfide greater than 100 ppm. In the event of a leak, the radius of exposure of Hydrogen Sulfide for 100 ppm could extend 1,577 feet on either side of the pipeline based on methods outlined in 16 Texas Administration Code 3.36. The radius of exposure of Hydrogen Sulfide for 500 ppm could extend 720 feet on either side of the pipeline. The proposed sour gas pipeline will be located in Scurry County as shown on the plat. The pipeline will be constructed and operated in accordance with rules and regulations adopted by the Railroad Commission of Texas specifying construction material and methods for the safe operation of sour gas pipelines. A copy of the application is available at the office of the Scurry County Clerk, located at 1806 25th Street, Snyder, Texas 79549.

Any owner or occupant of land located within the 100 ppm radius of exposure of the proposed sour gas pipeline desiring to protest can do so by mailing or otherwise delivering a letter referring to Gas Utilities Docket Number 8937 and stating their desire to protest:

Docket Services
Office of General Counsel
Railroad Commission of Texas
P.O. Box 12967
Austin, TX 78711-2967

Protests must be received no later than May 1, 1999. It is recommended that a copy of this notice be included with the letter.