

**BEFORE THE PUBLIC SERVICE COMMISSION
STATE OF MISSOURI**

In the matter of the Application of)	
Southern Missouri Gas Company, L.P.)	
d/b/a Southern Missouri Natural Gas)	Case No. GF-2007-0215
for Authority To Issue approximately \$10 Million)	
in Equity Capital and approximately \$50 Million In)	
Notes and Other Forms of Indebtedness.)	

STATUS REPORT

COMES NOW Southern Missouri Gas Company, L.P. d/b/a Southern Missouri Natural Gas, ("SMNG" or "Company"), and pursuant to 4 CSR 240-2.080, and in response to the Order Directing Filing Of Status Reports issued on September 25, 2007 in the previously consolidated Case Nos. GA-2007-0212, GF-2007-0215, and GA-2007-0310, files its Status Report as follows:

1. On September 25, 2007, the Commission issued its Order Directing Filing Of Status Reports which directed that SMNG file a status report regarding the financing necessary to complete the projects conditionally approved in this case on the fifth day of every month until SMNG submits its financing proposal to the Commission.
2. On December 4, 2007, the Commission issued its Order Denying Motion To Dismiss, Denying Motion To Consolidate, Separating Case No. GF-2007-0215, And Granting Intervention in which the Commission, among other things, separated Case No. GF-2007-0215, from Case No. GA-2007-0212 and GA-2007-0310.
3. In response to the Order Directing Filing Of Status Reports issued on September 25, 2007, SMNG wishes to inform the Commission that it has selected the equity and debt investor for the proposed financing transaction and has filed with the Commission and the parties

a Summary of the Proposed Terms Of Equity and Debt Financing which was attached to SMNG's pleading filed in this matter on October 5, 2007. SMNG is continuing the process of preparing a Second Amended Financing Application in this matter to conform its application to the final terms and conditions that have been negotiated with its equity and debt investor which it intends to file in the near future.

WHEREFORE, Southern Missouri Gas Company, L.P. d/b/a Southern Missouri Natural Gas respectfully requests that the Commission accept its Status Report in response to the Order Directing Filing of Status Report issued on September 25, 2007.

Respectfully submitted,

/s/ James M. Fischer

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ATTORNEY FOR APPLICANT

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been hand-delivered, emailed or mailed, postage prepaid, by U.S. Mail, First Class, this 5th day of December 2007, to all counsel of record in this case.

/s/ James M. Fischer

James M. Fischer