VERIFICATION

The undersigned, Steve Thompson, being first duly sworn states that he is the Vice-President of Finance of Kenergy Corp.; that he has personal knowledge of the matters set forth in the foregoing application; and that the statements contained therein are true and correct to the best of his knowledge, information, and belief.

Steve Thompson

STATE OF KENTUCKY

COUNTY OF HENDERSON

Subscribed, sworn to, and acknowledged before me by Steve Thompson this $\frac{21at}{c}$ day

of July, 2015.

My commission expires ______ Oct. 16_ 2016.

ita M. Martin

Notary Public, State of KY at Large

(seal)

CASE NO. 2015-00191

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| 2 | Item 1) | Refer to the Application, paragraph 7, in which Kenergy states, "The CFC loan will be | | | | | | | | |
| 3 | slightly less th | an the weighted average life of the debt being refinanced." | | | | | | | | |
| 4 | a) Provide the term of the Cooperative Finance Corporation ("CFC") loan. | | | | | | | | | |
| 5 | b) Provide | e the weighted average life of the Rural Utilities Service debt being refinanced and the | | | | | | | | |
| 6 | calcula | ation of the life. | | | | | | | | |
| 7 | | | | | | | | | | |
| 8 | Response a) | The term is 270 months, or 22.5 years. See Excel file, Tab "Loan Term for 1.A". | | | | | | | | |
| 9 | | | | | | | | | | |
| 10 | Response b) | The weighted average life is 14.69 years. See Excel file, Tab "RUS Wal Calculation". | | | | | | | | |
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| 12 | Witness) | Steve Thompson | | | | | | | | |
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| | | Item 1 Page 1 of 2 | | | | | | | | |

| | Advance Date | 10/2/2015 | | |
|-----------|---------------|-----------|----------|--------------|
| | | RU | IS | |
| | Princ Pymt | Princ % | WAL | 14.69 |
| | \$27,814,894 | 100.00% | YearFrac | Wtd Ave Life |
| 2/28/2016 | (\$268,861) | 0.97% | 0.41 | 0.00 |
| 2/28/2017 | (\$668,636) | 2.40% | 1.41 | 0.03 |
| 2/28/2018 | (\$698,739) | 2.51% | 2.41 | 0.06 |
| 2/28/2019 | (\$733,451) | 2.64% | 3.41 | 0.09 |
| 2/28/2020 | (\$767,149) | 2.76% | 4.40 | 0.12 |
| 2/28/2021 | (\$810,788) | 2.91% | 5.41 | 0.16 |
| 2/28/2022 | (\$848,304) | 3.05% | 6.41 | 0.20 |
| 2/28/2023 | (\$890,466) | 3.20% | 7.41 | 0.24 |
| 2/28/2024 | (\$932,371) | 3.35% | 8.39 | 0.28 |
| 2/28/2025 | (\$983,448) | 3.54% | 9.42 | 0.33 |
| 2/28/2026 | (\$1,029,972) | 3.70% | 10.42 | 0.39 |
| 2/28/2027 | (\$1,081,186) | 3.89% | 11.42 | 0.44 |
| 2/28/2028 | (\$1,133,064) | 4.07% | 12.38 | 0.50 |
| 2/28/2029 | (\$1,193,183) | 4.29% | 13.42 | 0.58 |
| 2/28/2030 | (\$1,250,653) | 4.50% | 14.42 | 0.65 |
| 2/28/2031 | (\$1,312,868) | 4.72% | 15.42 | 0.73 |
| 2/28/2032 | (\$1,376,866) | 4.95% | 16.37 | 0.81 |
| 2/28/2033 | (\$1,438,164) | 5.17% | 17.42 | 0.90 |
| 2/28/2034 | (\$1,197,961) | 4.31% | 18.42 | 0.79 |
| 2/28/2035 | (\$1,243,165) | 4.47% | 19.42 | 0.87 |
| 2/28/2036 | (\$1,303,579) | 4.69% | 20.37 | 0.95 |
| 2/28/2037 | (\$1,369,156) | 4.92% | 21.42 | 1.05 |
| 2/28/2038 | (\$1,435,831) | 5.16% | 22.42 | 1.16 |
| 2/28/2039 | (\$1,506,491) | 5.42% | 23.42 | 1.27 |
| 2/28/2040 | (\$1,580,540) | 5.68% | 24.36 | 1.38 |
| 2/28/2041 | (\$760,004) | 2.73% | 25.43 | 0.69 |

CASE NO. 2015-00191

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| 2 | Item 2) | Refer to the Application, paragraph 8. Explain what is meant by the statement, "CFC |
| 3 | will accommo | date the small difference, which will allow the note with CFC to stay at \$27,814,894." |
| 4 | | |
| 5 | Response) | The CFC note is set up for \$27,814,894 to accommodate paying off the RUS loans. |
| 6 | Any differenc | e between the CFC note and the RUS payoff amount will be rescinded (if the CFC loan |
| 7 | is greater tha | in the RUS payoff amount) or accommodated using Kenergy's CFC Line of Credit (if the |
| 8 | CFC loan is le | ess than the RUS payoff amount). |
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| 10 | Witness) | Steve Thompson |
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| 2 | Item 3) | Refer to the Application, paragraph 13. |
| 3 | a. | Explain how it was determined that an interest rate of 5.0 percent was the appropriate |
| 4 | rate to use to | calculate the present value of the savings. |
| 5 | b. | Provide the present value calculation using the effective interest rate of 3.85 percent. |
| 6 | | |
| 7 | Response a) | The RUS Cushion of Credit rate was used. |
| 8 | | |
| 9 | Response b) | See Excel file, Tab "NPV 3.85%". |
| 10 | | |
| 11 | Witness) | Steve Thompson |
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| | | Item 3 |
| | | Page 1 of 2 |

| Co-op Name: Co-op ID: | Kenergy KY065 | Effective Interest Rate: Stated Interest Rate: | <u>CFC</u> 3.85% 4.11% | <u>RUS</u> 4.91% 4.91% |
|--------------------------|--|---|------------------------------|------------------------------|
| Date Prepared: | 7/17/2015 | Pat. Capital and Discount Benefit | 0.26% | |
| Interest Rates as of: | 6/8/2015 | Total Interest Difference: | \$ 5,403,410 | |
| Financing Amount: | \$ 27,814,894 | Total Int. & Pat. Cap. Difference | \$ 6,731,398 | |
| Scenario Name: | Cash Flow Neutral for KY065 as of 6/8/2015 | Total Cash Flow Difference: | \$ 2,849,389 | |

ANNUAL CASH FLOW SUMMARY

| Ending Principal Interest Expense Cash Payments Cash Flows Cash Flows Cash Flows Ending Payments Principal Interest Expense Cash Flows Cash Balance Cash Payments Expense Expense Cash Flows Cash Balance Cash Payments Expense Cash Flows Cash Balance Cash Payments Expense Cash Flows Cash Balance Cash Payments Expense Cash Flows Cash Balance Cash Payments Expense Cash Flows Cash Flows <thcash Flows <thcash< th=""><th>Net Fresent erence Present 31,398 2,849,389 0 0 (82,305) (79,253) 21,759 20,176 35,794 31,959 46,965 40,378 58,279 48,248 61,775 49,246 65,548 50,317 68,007 50,269 71,836 51,131 70,354 46,432 69,579 44,218 69,575 44,248 69,575 42,686 65,852 38,804 63,067 35,785 59,868 32,711 59,868 32,711 50,850 25,762</th></thcash<></thcash | Net Fresent erence Present 31,398 2,849,389 0 0 (82,305) (79,253) 21,759 20,176 35,794 31,959 46,965 40,378 58,279 48,248 61,775 49,246 65,548 50,317 68,007 50,269 71,836 51,131 70,354 46,432 69,579 44,218 69,575 44,248 69,575 42,686 65,852 38,804 63,067 35,785 59,868 32,711 59,868 32,711 50,850 25,762 |
|---|---|
| Balance Payments Expense Payments Expense Flows Difference Refirement Difference < | 31,398 2,849,389 0 0 (82,305) (79,253) 21,759 20,176 35,794 31,959 46,965 40,378 58,279 48,248 61,775 49,246 65,548 50,317 68,007 50,269 71,836 51,131 70,476 48,303 70,354 46,432 69,579 44,218 69,579 44,218 69,579 44,218 69,579 42,686 65,852 38,804 63,067 35,785 59,868 32,711 50,850 25,762 |
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| 202616,894,338(1,236,739)(712,773)34,5640(1,914,948)19,182,709(1,029,972)(955,330)(1,985,302)242,55734,564202715,607,167(1,287,172)(660,715)32,1630(1,915,723)18,101,523(1,081,186)(904,116)(1,985,302)244,60232,163202814,285,543(1,336,623)(605,560)29,6350(1,914,548)19,62,706(1,33,064)(852,238)(1,985,302)244,672243,67829,635202912,672,260(1,396,284)(550,135)26,9680(1,919,450)15,775,276(1,133,183)(792,119)(1,985,302)244,303244,303244,303203011,417,160(1,455,100)(491,311)24,1760(1,922,451)11,824,4623(1,250,653)(73,4649)(1,985,302)242,320242,320244,30321,24320319,900,487(1,516,673)(430,004)21,2430(1,928,541)11,321,756(1,376,866)(606,436)(1,985,302)242,32618,15120336,680,006(1,639,858)(299,77)14,9220(1,529,643)10,396,726(1,438,164)(537,329)(1,975,493)237,62214,92220345,277,482(1,406,555)(179,640)9,0100(1,629,645)9,198,765(1,97,961)(474,062)(1,658,866)236,0819,01020362,312,410(1,514,417)(118,456)5,9660(1,628,656)5,282 | 69,579 44,218 69,754 42,686 65,852 38,804 63,067 35,785 59,868 32,711 56,721 29,842 50,850 25,762 |
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| 2029 12,072,200 (1,399,284) (550,135) 26,968 0 (1,919,450) 15,775,276 (1,193,183) (792,119) (1,985,302) 241,984 26,968 2030 11,417,160 (1,455,100) (491,311) 24,176 0 (1,922,235) 14,524,623 (1,250,653) (734,649) (1,985,302) 241,383 24,176 2031 9,900,487 (1,516,673) (330,004) 21,243 0 (1,922,35) 11,834,889 (1,312,868) (672,435) (1,985,302) 242,430 242,430 21,243 2033 6,680,006 (1,539,658) (299,707) 14,922 0 (1,924,643) 10,396,726 (1,438,164) (537,329) (1,975,493) 237,622 14,922 2034 5,277,452 (1,402,654) (138,66) (0.652,021) (1,303,656) (208,731) (1,658,866) 236,618 11,924 2035 3,826,827 (1,451,6417) (118,417) (118,418) 5,966 0 (1,622,699) 6,652,021 (1,303,579) (355,736) | 65,85238,80463,06735,78559,86832,71156,72129,84250,85025,762 |
| 2030 11,417,160 (1,455,100) (491,311) 24,176 (1,922,235) 14,524,623 (1,250,653) (734,649) (1,985,302) 243,338 24,176 2031 9,900,487 (1,516,673) (430,004) 21,243 0 (1,925,434) 13,211,756 (1,312,888) (672,435) (1,985,302) 242,326 18,151 2032 8,319,865 (1,530,658) (299,707) 14,922 (1,924,643) 11,834,889 (1,376,866) (608,436) (1,985,302) 242,326 18,151 2034 5,277,482 (1,402,524) (238,445) 11,924 0 (1,629,045) 9,198,765 (1,197,961) (474,062) (1,672,023) 235,618 11,924 2036 2,312,410 (1,514,417) (118,458) 5,966 0 (1,622,090) 6,652,021 (1,303,579) (15,58,86) 236,681 9,010 2037 730,557 (11,351) 578 0 (741,330) 3,847,034 (1,435,631) (23,055) (1,658,866) 236,681 9,010 < | 63,06735,78559,86832,71156,72129,84250,85025,762 |
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| 2033 6,680,006 (1,639,856) (299,707) 14,922 0 (1,924,643) 10,396,726 (1,438,164) (537,329) (1,975,493) 237,622 14,922 2034 5,277,482 (1,402,524) (238,445) 11,924 0 (1,629,045) 9,198,765 (1,197,961) (474,062) (1,672,023) 235,618 11,924 2035 3,826,827 (1,450,655) (179,640) 9,010 0 (1,621,284) 7,955,600 (1,243,165) (415,721) (1,658,886) 236,081 9,010 2036 2,312,410 (1,514,417) (118,458) 5,966 0 (1,626,909) 6,652,021 (1,303,579) (355,307) (1,658,886) 236,680 236,680 5,966 2037 730,557 (11,351) 578 0 (741,330) 3,847,034 (1,435,831) (223,055) (1,658,886) 235,186 235,186 0 1, 2038 0 0 0 0 0 0 0 0 0 1,017 < | 50,850 25,762 |
| 2034 5,277,482 (1,402,524) (238,445) 11,924 0 (1,629,045) 9,198,765 (1,197,961) (474,062) (1,672,023) 235,618 11,924 2035 3,826,827 (1,450,655) (179,640) 9,010 0 (1,621,284) 7,955,600 (1,243,165) (415,721) (1,658,886) 236,081 9,010 2036 2,312,410 (1,514,417) (118,458) 5,966 0 (1,622,909) 6,652,021 (1,303,579) (355,307) (1,658,886) 236,680 236,680 5,966 2037 730,557 (1,518,1853) (54,567) 2,764 0 (1,633,656) 5,282,866 (1,369,156) (289,731) (1,658,886) 235,165 2,764 2038 0 0 0 0 0 0 0 2,340,543 (1,506,491) (152,395) (1,658,886) 211,704 578 2039 0 0 0 0 0 0 0 0 0 0 0 1,924 | |
| 2035 3,826,827 (1,450,655) (179,640) 9,010 0 (1,621,284) 7,955,600 (1,243,165) (415,721) (1,658,886) 236,850 5,966 2036 2,312,410 (1,514,417) (118,458) 5,966 0 (1,621,284) 7,955,600 (1,243,165) (415,721) (1,658,886) 236,850 5,966 2037 730,557 (1,581,853) (54,567) 2,764 0 (1,633,656) 5,282,866 (1,369,156) (289,731) (1,658,886) 235,164 2,764 2038 0 (730,557) (11,351) 578 0 (741,330) 3,847,034 (1,435,831) (223,055) (1,658,886) 211,704 578 2039 0 0 0 0 0 0 0 152,395 0 1, 2040 0 0 0 3,917 0 3,917 0 (760,004) (10,107) (1,658,886) 152,395 0 1, 2042 0 0 < | 42,978 20,966 |
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| 2037 730,557 (1,581,853) (54,567) 2,764 0 (1,633,656) 5,282,866 (1,369,156) (289,731) (1,658,886) 235,164 2,764 2038 0 (730,557) (11,351) 578 0 (741,330) 3,847,034 (1,435,831) (223,055) (1,658,886) 211,704 578 0 1, 2039 0 0 0 0 0 0 0 0 0 1,583,656) 2,340,543 (1,506,491) (152,395) (1,658,886) 211,704 578 0 1, 2040 0 0 0 0 0 0 0 760,004 (1,508,491) (152,395) (1,658,886) 78,346 0 1, 2041 0 0 0 33,917 0 33,917 0 (760,004) (10,107) (770,111) 10,107 33,917 2042 0 0 0 0 0 0 0 0 0 0 <td>31,977 14,464</td> | 31,977 14,464 |
| 2038 0 (730,557) (11,351) 578 0 (741,330) 3,847,034 (1,435,831) (223,055) (1,658,886) 211,704 578 2039 0 0 0 0 0 0 0 0 1,578 3,847,034 (1,435,831) (223,055) (1,658,886) 211,704 578 2039 0 0 0 0 0 0 0 1,506,491 (152,395) (1,658,886) 152,395 0 1, 2040 0 0 0 0 0 0 760,004 (1,580,540) (78,346) (1,658,886) 78,346 0 1, 2041 0 0 0 3,917 0 (760,004) (10,107) (70,111) 10,107 33,917 2042 0 0 0 3,917 0 (760,004) (10,107) (70,111) 10,107 33,917 2043 0 0 0 0 0 0 | 25,230 10,989 |
| 2039 0 0 0 0 0 0 0 0 1 2040 0 0 0 0 0 0 0 1 </td <td>17,556 384,842</td> | 17,556 384,842 |
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| 2045 0 0 0 46,362 0 46,362 0 0 0 0 46,362 2046 0 0 0 44,731 0 44,731 0 0 0 0 44,731 2047 0 0 0 42,940 0 42,940 0 0 0 0 0 42,940 | 49,099 17,049 |
| 2046 0 0 0 44,731 0 44,731 0 0 0 0 0 44,731 2047 0 0 0 42,940 0 42,940 0 0 0 0 0 42,940 | 47,810 15,986 |
| 2047 0 0 0 42,940 0 42,940 0 0 0 0 0 0 42,940 | 46,362 14,927 |
| | 44,731 13,868 |
| | 42,940 12,819 41,021 11,792 |
| 2049 0 0 0 38,994 0 38,994 0 0 0 0 0 0 0 0 38,994 | 38,994 10,794 |
| 2049 0 0 0 36,894 0 36,994 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | 36,842 9,820 |
| 2051 0 0 0 34,564 0 34,564 0 0 0 0 0 0 0 34,564 | 34,564 8,871 |
| | 32,163 7,949 |
| 2053 0 0 0 29,635 0 29,635 0 0 0 0 0 0 29,635 | 29,635 7,053 |
| 2054 0 0 0 26,968 0 26,968 0 0 0 0 0 0 26,968 | 26,968 6,180 |
| 2055 0 0 0 24,176 0 24,176 0 0 0 0 0 0 24,176 | 24,176 5,335 |
| 2056 0 0 0 21,243 0 21,243 0 0 0 0 0 21,243 | 21,243 4,514 |
| 2057 0 0 0 18,151 0 18,151 0 0 0 0 0 18,151 | 18,151 3,714 |
| 2058 0 0 0 14,922 0 14,922 0 0 0 0 0 0 14,922 2059 0 0 0 11,924 0 11,924 0 0 0 0 0 0 0 11,924 | 14,922 2,940 11,924 2,262 |
| 2059 0 0 0 11,924 0 11,924 0 0 0 0 0 0 0 11,924 2060 0 0 0 9,010 0 9,010 0 0 0 0 0 0 9,010 | 9,010 1,646 |
| 2060 0 0 0 9,010 0 9,010 0 0 0 0 0 0 0 9,010 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | 5,966 1,049 |
| 2062 0 0 0 2,764 0 2,764 0 0 0 0 0 0 0 0 2,764 | 2,764 468 |
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Item 3 Page 2 of 2

| | | KENERGY CORP. RESPONSE TO THE COMMISSION'S FIRST REQUEST FOR INFORMATION |
|-------------------|------------------|---|
| 1 | | CASE NO. 2015-00191 |
| 1 2 | Item 4) | Refer to the Application, Exhibit 1, Attachment A, Notes Executed. Explain the column |
| 2 | | |
| 4 | labeled Date | of Interest Term Maturity (if not same as principal)." |
| 4 5 | Response) | The interest rate reprices on the date indicated. No entry in this column means the |
| 6 | | s fixed through the date principal is paid off. |
| 7 | interest rate is | s fixed through the date principal is paid on. |
| 8 | Witness) | Steve Thompson |
| 9 | withess) | Steve monpson |
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| | | Item 4 Page 1 of 1 |

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| 2 | Item 5) | Refer to the Application, Exhibit 1, Attachments A and C. Footnote 1 on Attachment A | | | | | | | | |
| 3 | indicates that the total of Kenergy's notes is the sum of lines 41 and 45 on Attachment C. The sum of | | | | | | | | | |
| 4 | lines 41 and | 45 on Attachment C is \$133,972,180 or \$1,700,000 more than the total notes indicated | | | | | | | | |
| 5 | on Attachmer | nt A. Explain this discrepancy. | | | | | | | | |
| 6 | | | | | | | | | | |
| 7 | Response) | It is the amount due under the short-term line of credit. | | | | | | | | |
| 8 | | | | | | | | | | |
| 9 | Witness) | Steve Thompson | | | | | | | | |
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| | | Item 5 Page 1 of 1 | | | | | | | | |
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| 1 | | CASE NO. 2015-00191 |
|----|----------------|---|
| 2 | Item 6) | Refer to the Application, Exhibit 2, Attachment B, the schedule titled "RUS Payoff." |
| 3 | a. | Explain the change in the balance of the loans to be refinanced from the loan balances |
| 4 | as indicated o | n Exhibit 1, Attachment A, Notes Executed. |
| 5 | b. | Refer to the "Years to Maturity" column. Provide the calculations for the amounts |
| 6 | shown for eac | h loan. |
| 7 | C. | Of what date are the loan amounts representative? |
| 8 | | |
| 9 | Response a) | The calculation is the timing of the outstanding balance of each loan from October 2, |
| 10 | 2015 (assump | ption for advance date) to the maturity of each loan. For example, loan 1B370 has 17.51 |
| 11 | years to matu | rity from October 2, 2015 to March 31, 2033. |
| 12 | | |
| 13 | Response b) | See attached Excel file, Tab "RUS Payoff". |
| 14 | | |
| 15 | Response c) | See response a. |
| 16 | | |
| 17 | Witness) | Steve Thompson |
| 18 | | |
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| | | ltom 6 |
| | | Item 6 Page 1 of 2 |

Kenergy RUS Payoff RUS Refinance - Matching Principal Advance Date: 10/2/2015

| | Loan | Payments | Interest | Amort | Loan | | Maturity | Years to [| Treasury | Payoff | Amount of | Percentage |
|-------|--------|----------|----------|-------|--------------------|-----------------|-----------|------------|----------|--------------------|--------------|------------|
| Count | Number | Per Year | Rate | Туре | Balance | Payment | Date | Maturity | Rate | Amount | Discount | Discount |
| 1 | 1B370 | 12 | 5.13% | LD | \$ 1,895,688.95 | \$ 13,692.12 | 3/31/2033 | 17.51 | 0.00% | \$ 1,895,688.95 | \$ (0.00) | 0.000% |
| 2 | 1B375 | 12 | 5.00% | LD | \$ 305,522.12 | \$ 2,197.25 | 2/28/2033 | 17.31 | 0.00% | \$ 305,522.12 | \$ 0.00 | 0.000% |
| 3 | 1B376 | 12 | 5.00% | LD | \$ 287,550.32 | \$ 2,068.00 | 2/28/2033 | 17.31 | 0.00% | \$ 287,550.32 | \$ (0.00) | 0.000% |
| 4 | 1B377 | 12 | 5.00% | LD | \$ 646,988.11 | \$ 4,653.00 | 2/28/2033 | 17.31 | 0.00% | \$ 646,988.11 | \$ (0.00) | 0.000% |
| 5 | 1B378 | 12 | 5.00% | LD | \$ 409,759.19 | \$ 2,946.90 | 2/28/2033 | 17.31 | 0.00% | \$ 409,759.19 | \$ (0.00) | 0.000% |
| 6 | 1B390 | 12 | 4.69% | LD | \$ 3,499,968.70 | \$ 19,880.00 | 8/31/2040 | 24.91 | 0.00% | \$ 3,499,968.70 | \$ 0.00 | 0.000% |
| 7 | 1B391 | 12 | 5.12% | LD | \$ 3,533,061.69 | \$ 20,960.00 | 8/31/2040 | 24.81 | 0.00% | \$ 3,533,061.69 | \$ 0.00 | 0.000% |
| 8 | 1B392 | 12 | 4.90% | LD | \$ 3,956,454.42 | \$ 22,950.00 | 8/31/2040 | 24.91 | 0.00% | \$ 3,956,454.42 | \$ (0.00) | 0.000% |
| 9 | 1B393 | 12 | 5.07% | LD | \$ 3,969,537.57 | \$ 23,445.00 | 7/31/2040 | 24.81 | 0.00% | \$ 3,969,537.57 | \$ (0.00) | 0.000% |
| 10 | 1B394 | 12 | 4.47% | LD | \$ 4,510,059.74 | \$ 25,038.13 | 8/31/2040 | 24.91 | 0.00% | \$ 4,510,059.74 | \$ (0.00) | 0.000% |
| 11 | 1B395 | 12 | 4.69% | LD | \$ 4,571,701.02 | \$ 25,967.38 | 8/31/2040 | 24.91 | 0.00% | \$ 4,571,701.02 | \$ (0.00) | 0.000% |
| 12 | 1B570 | 12 | 5.00% | LD | \$ 228,602.53 | \$ 1,644.06 | 2/28/2033 | 17.31 | 0.00% | \$ 228,602.53 | \$ (0.00) | 0.000% |

ltem 6 Page 2 of 2

*Years to maturity is calculated by the time frame from the advance date until the maturity date.

| 1 | | CASE NO. 2015-00191 |
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| 2 | Item 7) | Refer to the Application, Exhibit 2, Attachment B, Schedule A. The column "Loan Term |
| 3 | in Months" ca | alculates to 22.5 years, and the column "Interest Rate Term" seems to indicate 23 years. |
| 4 | Explain why t | these two columns do not reflect the same number of years. |
| 5 | | |
| 6 | Response) | The term is 22.5 years, rounded to 23 years. |
| 7 | | |
| 8 | Witness) | Steve Thompson |
| 9 | | |
| 10 | | |
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CASE NO. 2015-00191

Item 8) Kenergy has requested approval by September 25, 2015, in order to close by October
2, 2015. Explain whether the closing date would change if approval were to be received earlier than
the requested date, and explain the significance of an earlier closing date on the terms as provided in
the application.

Response) Due to the large number of loans being refinanced by RUS, it is very unlikely the closing date will be earlier than October 2, 2015.

10 Witness) Steve Thompson

| | | KENERGY CORP. RESPONSE TO THE COMMISSION'S FIRST REQUEST FOR INFORMATION |
|-------------|---------------|--|
| | | CASE NO. 2015-00191 |
| 1 | | |
| 2 | | Provide an estimate of the fees and expenses that Kenergy expects it will incur to close |
| 3 | the loan with | CFC. |
| 4 | | |
| 5 | Response) | There are no CFC expenses or prepayment fees. There will be legal expenses for |
| 6 | Kenergy's att | orney to prepare the Opinion of Counsel letter and to record the morgages. |
| 7 | | |
| 8 | Witness | Steve Thompson |
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