

CASE 14363:

Continued and Re-advertised) Application of Chesapeake Operating, Inc. for approval of a waterflood project and qualification of the Project Area of the Carter-Shipp Strawn Unit for the Recovered Oil Tax Rate pursuant to the Enhanced Oil Recovery Act, Lea County, New Mexico.

To: ALS Association; Alzheimer Association, Treatment Research Center; Alzheimer Disease Research; Ruth Armstrong; Florence Balkham; Brett C. Barton; Heidi C Barton; Roy G. Barton III; Roy G Barton Jr.; Roy G Barton Jr., Trustee of the Roy G. Barton Sr. and Opal Trust; Chester A. Beadle; Finas Bradshaw; Hellen M. Brewer; R.W. Brown; Jennie Anderson Buck; Guy N. Bushnell; C.A. Hansen; Charles Callaway; The Cancer Research Foundation; Someone Cares; J. Anderson Carter II; Rodney Carter; Stuart Carter; Norma Jean Chanley; L.C. Crepow; Miriam Parke Christopher; Coates Energy Interests, Ltd.; J. Patrick Corrigan; Patrick Edward Corrigan; Dorothy Desmidt; Lou Etta Bellamy Dick; Dorchester Minerals; Durania Christakos; Luther Emery; Enserch Exploration; Henrietta L McDermott Fischer; Frontier Fuels; Randy Geiselman; Mary Kathryn Grisso, Trustee of the Mary Kathryn Grisso Revocable Trust dtd 6-7-96; Florence R. Grossman; Larry B. Hall; Hanesco, Inc.; Suzanne Hardin Revocable Trust, Trustee; Harken Anadarko Partners, L.P.; Estate of Lola J. Helvick; Mildred L Hitchcock; Jean C. James Trust; Lillian Kennedy; Harris E. Kerr; LMAM Partnership; LMCM Partnership; Frances M Lange; Emma LaRoe; Cynthia E. Larson; Deborah A. Latham; Diane R. Latham; Walter Lawrence and Emma G. Lawrence, Co-Trustees; G.A. Lee; Cora I. Lohr Lau; Joey Nell Leonard; MJZ Petroleum Corp; Estella Mable; Elizabeth H. Maddox; Marcus D. Maddux; Loree O. Madding; Magnum Hunter Production, Inc.; Elaine Magruder; Thelma Marie Malone; J.J. Mansour; Bill J Markham and

Rosemarie Markahm, Co-Trustees of the Bill J. Markahm Estate Trust dated 5-21-86; Donald Marshall Markahm and LaDoona Rieger Markahm, as Trustees of the Donald Marshall Markahm Family Trust; Charles E. Marsh III; Mloy Mae Mawhinney; Richard F McAdoo; Donnie Max Medlin; Charles M. Miller; Robert L. Miller; Robert M. Miller; James McBride; Dale R. Morgan; Lindia P. Morgan; Jeff Newman; J.D. Parks; H S Probert; Walter Jeffrey Norris and Penny Norris; Carroll Lynn Cocke Oliver; Parkinson's Disease Foundation, Inc.; Petrohawk Properties L.P.; Petroleum Landowner's Corporation Ltd.; Thomas W. Pettit; Wm. R. Proctor, Executor of Estate of Pete Proctor; Ranrich, LLC; Republic Royalty; Georgella Rizza; Marjorie W. Reynolds Trust by William J. Reynolds; Annis Roberts; Annis Roberts, Trustee of the Vicki Jeanne Saari Special Needs Trust; Betty S. Roberts, Jon R. Ritcher, Trustees; Betty S. Roberts, John R. Harris and Charles V. Richter, Trustees d/b/a/ Coates Energy Trust; Wilma Lee Rogers; Roseberry Oil & Gas Investments; John Satoka; Harry J. Schafer Jr,

Trustee for Mary E Grisso Trust No. 1; James D. Russell; Kirby D Schenck Estate; William Marshall Ship & Pamela Ann Dixon Ship, trustees of the William Marshall Ship Revocable Trust; Charles E. Snipps; Gertrude J Sproule; R. Kent Standish; Standard American Oper Co.; St. Boniface Church; Thomas M. Storke, Trustee; Southern Cross Royalty, L.P.; Harvey Dale Taylor; Jenave and Lee Thompson; Toreador Resources Corp.; A.J. Vogel; W. C. Barnes; W.A. Drew; W.C. Caldwell; Emma Wallukait; Cora M. Werthernback Estate; G.L. Whitman; Shirley Ann Medlin Williams; Albert David White, Jr.; Lydian Hall Woods Estate; Harold K Work; Dorothy Loreen Ynzunza; J.M. Zachary, or their successors, heirs or devisees.

Applicant in the above-styled cause, seeks approval of its Carter-Shipp Strawn Waterflood Project by injection of water into the Strawn formation through one injection well located in the following described area:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM

Section 21:	SE/4 SE/4
Section 27:	NW/4
Section 28:	NE/4

The applicant requests that the Division establish procedures for the administrative approval of additional injection wells within the unit area without the necessity of further hearings and the adoption of any provisions necessary for such other matters as may be appropriate for said waterflood operations. Applicant further seeks to qualify the project area for the Recovered Oil Tax Rate pursuant to the "New Mexico Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). Said area is located approximately 7 miles Southeast of Lovington, New Mexico.