SUPPLEMENT DOCKET: EXAMINER HEARING - THURSDAY - DECEMBER 1, 2011

8:15 A.M. - 1220 South St. Francis Santa Fe, New Mexico

Docket Nos. 35-11 and 1-12 are tentatively set for December 15, 2011 and January 5, 2012. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule 1211.B requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued at the applicant's request. The following cases will be heard by an Examiner.

Locator Key Case 14624 - No. 19 Case 14627 - No. 20 Case 14628 - No. 21 Case 14657 – No. 1 Case 14671 - No. 3 Case 14729 - No. 22 Case 14741 - No. 18 Case 14743 - No. 4 Case 14745 - No. 23 Case 14746 - No. 8 Case 14754 - No. 5 Case 14755 - No. 6 Case 14762 - No. 2 Case 14763 - No. 7 Case 14764 - No. 9 Case 14765 - No. 10 Case 14766 - No. 11 Case 14767 - No. 12 Case 14768 - No.13 Case 14769 -No. 14 Case 14770 - No. 15 Case 14771 - No. 16 Case 14772 - No. 17

1. <u>CASE-14657</u>? (This case will be called to determine if Operator has complied with the provisions of Division Order No. R-13448.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against McDonnold Operating Inc. revoking injection permits R-3269 and WFX-510 for the Langlie Jack Unit. The requested revocation would affect the following injection wells: Langlie Jack Unit #004, B-20-24S-37E, 30-025-11174; Langlie Jack Unit #006, D-20-24S-37E, 30-025-11173; Langlie Jack Unit #010, E-21-24S-37E, 30-025-11177; Langlie Jack Unit #012, I-20-24S-37E, 30-025-11154; Langlie Jack Unit #014, O-20-24S-37E, 30-025-11169; and Langlie Jack Unit #017, A-29-24S-37E, 30-025-11276. The affected wells are located approximately 5 miles South of Teague, New Mexico in Lea County

2. CASE 14762: Application of Chesapeake Exploration, LLC, to reinstate Order Nos. R-13303 And R-13303-A approving statutory unitization of the Chambers Strawn Unit Area, the corresponding Chambers Strawn Unit Waterflood Project, and certification of the waterflood project as an enhanced oil recovery project pursuant to the Enhanced Oil Recovery Act, Lea County, New Mexico. Applicant seeks an order from the Division reinstating Order Nos. R-13303 and R-13303-A that approved (1) statutory unitization of the Chambers Strawn Unit Area, (2) the corresponding waterflood project, and (3) certification of the waterflood project as an enhanced oil recovery project. The Chambers Strawn Waterflood Project is comprised of the following 480 acres, more or less, of fee lands located in Lea County, New Mexico:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM

Section 7: NE/4, NE/4 SE/4

Section 8: NW/4 NW/4, S/2 NW/4, SW/4