

STATE OF MICHIGAN
DEPARTMENT OF ENVIRONMENTAL QUALITY
SUPERVISOR OF WELLS

IN THE MATTER OF

THE VERIFIED PETITION OF MUSKEGON DEVELOPMENT)
COMPANY, FOR AN ORDER FROM THE SUPERVISOR OF)
WELLS APPROVING A PLAN OF UNITIZATION FOR)
SECONDARY RECOVERY OF OIL, GAS, AND RELATED) CAUSE NO. 03-2015
HYDROCARBONS, AND ABROGATING EXISTING SPACING)
AND PRORATION ORDERS AND RULES FOR THE STRAUB)
UNIT, FRANKLIN TOWNSHIP, CLARE COUNTY, MICHIGAN.)

NOTICE OF HEARING

Take notice that an evidentiary hearing will be held before the Supervisor of Wells (Supervisor) in the city of Lansing, Michigan, on the TWENTY-SIXTH DAY OF MAY(MAY 26), 2015, BEGINNING AT 1:30 P.M., OTTAWA BUILDING, SECOND FLOOR, 611 W. OTTAWA STREET, LANSING, MICHIGAN 48933. The hearing will be conducted pursuant to Part 615, Supervisor of Wells; and Part 617, Unitization; of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended (NREPA), MCL 324.61501 *et seq.*, and MCL 324.61701 *et seq.*, respectively; the administrative rules, 1996 AACS, 2001 MR 2, 2002 MR 23, 2015 MR 15, R 324.101 *et seq.*; and the Administrative Procedures Act, 1969 PA 306, as amended, MCL 24.201 *et seq.*; MSA 3.560(101) *et seq.*

The purpose of this hearing is to consider the petition of Muskegon Development Company (Petitioner), 1425 South Mission Road, Mount Pleasant, Michigan 48858, requesting an order approving:

(A) A unitized operation and the adoption of a plan for unit operations pursuant to Section 61704(4) of Part 617 for that subsurface portion of the Unit Area commonly known as the top of the Detroit River Sour Zone through the base of the Amherstburg Formation. The proposed unit area for the Straub Unit is described as:

T20N, R3W, Franklin Township, Clare County, Michigan
Section 10: NW 1/4; W 1/2 of NE 1/4; NW 1/4 of SW 1/4; E 1/2 of SW 1/4; and SE 1/4;
Section 15: N 1/2 of NE 1/4;

(B) An enhanced and/or secondary recovery or pressure maintenance operation pursuant to Section 61506(i) of Part 615 and R 324.612. The Petitioner proposes to conduct enhanced and/or secondary recovery and/or pressure maintenance operations by injecting water into the described reservoir within the Straub Unit described in (A);

(C) The operation of the Straub Unit as an exception to the applicable spacing and proration provisions of Part 615, and its administrative rules.

You can obtain a copy of the written petition by requesting one in writing from Mr. Joel Myler, Vice President, Muskegon Development Company, 311 East Front Street, Traverse City, Michigan 49684, telephone number 231-932-9575.

Take note that if you wish to participate as a party in the hearing by presenting evidence or cross-examining witnesses, you shall deliver to the Petitioner and Supervisor, not less than five days before the hearing date, an answer to the petition in the manner set forth in R 324.1204(6), or a protest as set forth in MCL 324.61704. Proof of mailing or delivering the answer or protest shall be filed with the Supervisor on or before the date of the hearing. The answer or protest shall state with specificity the interested person's position with regard to the petition. Failure to prepare and serve an answer or protest in a timely manner shall preclude you from presenting evidence or cross-examining witnesses at the hearing. If an answer or protest to the petition is not filed, the Supervisor may elect to consider the petition and enter an order without an oral hearing. Mail the answer or protest to the petition to Mr. Joel Myler at the above address, and to the Supervisor in care of the Assistant Supervisor of Wells, Mr. Harold R. Fitch, DEQ, Office of Oil, Gas, and Minerals, P.O. Box 30256, Lansing, Michigan 48909-7756.

Questions regarding this Notice of Hearing should be directed to Ms. Susan Maul, Resource Management Group, DEQ, P.O. Box 30241, Lansing, Michigan 48909-7741, telephone number 517-284-6536. Persons with disabilities needing accommodations for effective participation in this hearing should call or write Ms. Maul at least one week prior to the hearing date to request mobility, visual, hearing, or other assistance.

Dated: April 20, 2015



HAROLD R. FITCH
ASSISTANT SUPERVISOR OF WELLS
Office of Oil, Gas, and Minerals
P.O. Box 30256
Lansing, Michigan 48909-7756