

STATE OF MICHIGAN
DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY
SUPERVISOR OF WELLS

IN THE MATTER OF

THE PETITION OF LAMBDA ENERGY)
RESOURCES LLC FOR AN ORDER OF THE)
SUPERVISOR OF WELLS APPROVING A PLAN)
OF UNITIZATION FOR ENHANCED OIL)
RECOVERY OF OIL, GAS, AND RELATED)
HYDROCARBONS FOR THE BEAR LAKE 27) CAUSE NO. 10-2023
FIELD AND ABROGATING EXISTING SPACING)
AND PRORATION ORDERS AND RULES FOR)
SUCH FIELD IN BEAR LAKE TOWNSHIP,)
MANISTEE COUNTY, MICHIGAN.)

NOTICE OF HEARING

Take notice that an evidentiary hearing will be held before the Supervisor of Wells (Supervisor) on the TWENTY-THIRD DAY OF OCTOBER (OCTOBER 23) 2023, BEGINNING AT 1:00 P.M. 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 the administrative rules, 1996 AACS, 2001 AACS, 2002 AACS, 2015 AACS, 2019 MR 20, 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.; MSA 3.560(101) et seq. Pursuant to the Michigan Office of Administrative Hearings and Rules (MOAHR) ADMINISTRATIVE HEARING STANDARD No. 2021-1, the hearing will be conducted remotely. The Department of Environment, Great Lakes, and Energy (EGLE) will provide notice of videoconference links or phone numbers to all parties and individuals who provide a timely answer to the petition as detailed below.

The purpose of this hearing is to receive testimony and evidence pertaining to the need or desirability of issuing an order in the matter of the petition of Lambda Energy Resources LLC (Petitioner), 12012 Wickchester Lane, Suite 300, Houston, Texas 77079.

The Petitioner seeks an order of the Supervisor approving:

(A) A unitized operation and the adoption of a plan for unit operations pursuant to Section 61704(4) of Part 617 for the stratigraphic equivalent of that portion of the Guelph Dolomite/Ruff formation (formerly referred to as the Salina and Niagara Groups) encountered in the interval from 4379' MD to 4883' MD in the Compensated Formation Density log from the Hillard et al #3-27 well (Permit No. 30681), located in the SE/4 SW/4 SE/4 of Section 27, Bear Lake Township,

T23N, R15W, Manistee County, or the correlative equivalent of that interval (the Unitized Formation). The proposed unit area for the Bear Lake 27 Unit is described as:

T23N, R15W, Bear Lake Township, Manistee County, Michigan
Section 27: SE/4, E/2 SW/4 and SW/4 NE/4
Section 34: NW/4 NE/4

(B) An enhanced recovery operation pursuant to Section 61506(i), Part 615 of the NREPA and R 324.612. The Petitioner proposes to conduct enhanced recovery operations by injection of dry natural gas, and other such appropriate substances as the Supervisor approves, into the Bear Lake 27 Unit as described in (A).

(C) The operation of the Bear Lake 27 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 Rodney Schoolcraft, Land Manager for Petitioner, 4218 East M-32, Gaylord, Michigan 49735, telephone number 989-448-0792.

Take note that if you wish to participate as a party in the hearing by presenting evidence or cross-examining witnesses, you shall prepare and deliver to the Petitioner and the Supervisor, not less than five (5) business days before the hearing date, an answer to the petition in the manner set forth in R 324.61704 or R 324.1204(6). Proof of mailing or delivering the answer shall be filed with the Supervisor on or before the date of the hearing. The answer shall state with specificity the interested person's position with regard to the petition. Failure to prepare and serve an answer in a timely manner shall preclude you from presenting evidence or cross-examining witnesses at the hearing. If an answer to the petition is not filed, the Supervisor may elect to consider the petition and enter an order without oral hearing. Mail the answer to the petition to Rodney Schoolcraft at the above address, and to the Supervisor in care of the Assistant Supervisor of Wells, Adam W. Wygant, at the address listed below and on the following page: EGLE, Oil, Gas, and Minerals Division, P.O. Box 30256, Lansing, Michigan 48909-7756.

Questions regarding this Notice of Hearing should be directed to Kevin Carey, EGLE, P.O. Box 30256, Lansing, Michigan 48909-7756, telephone number 989-370-1257. Persons with disabilities needing accommodations for effective participation in this hearing should call or write Kevin Carey at least one week prior to the hearing date to request mobility, visual, hearing, or other assistance.

A handwritten signature in black ink, appearing to read "Adam W. Wygant". The signature is fluid and cursive, with a large, sweeping flourish at the end.

Dated: 8/28/2023

Adam W. Wygant
ASSISTANT SUPERVISOR OF WELLS
Oil, Gas, and Minerals Division
P.O. Box 30256
Lansing, Michigan 48909-7756