

## NOTICE

To: Mercantile Trading Corporation; Clarence L. Rash, Executor of the Estate of Myrtle Lee Malone; Annis Roberts, Trustee of the Vicki Jeanne Saari Special Needs Trust; Theodora P. Reed, Trustee of the John W. Pilant and Jean H. Pilant Family Trust; Carter Legacy, LLC; Brian Murphy-Dye; Harry J. Schaefer, Trustee of the Mary E. Grisso Trust No. 1; Randy and Sandra Gieselman; Dorchester Minerals, LP; Marjory J. Dye Trust; Elizabeth Staggs Huckabay, Trustee of the Mary Kathryn Grisso Revocable Trust; James Reed McCrory; Estate of Betty Sue Jones; Arland Hamilton Bishop; John Ray Bishop; Drew Edward Bishop; Dale M. Sanders; Betty K. Logan; James L. Dow; Barbara B. Van Tine, Individually and as Executrix of the Estate of John G. Byers; and John G. Byers, Jr.: Edge Petroleum Operating Company, Inc. has filed an application with the New Mexico Oil Conservation Division seeking an order expanding the horizontal limits of the Lovington-Upper Pennsylvanian Pool, which is developed on statewide spacing rules, to include the NW/4 of Section 25, Township 16 South, Range 36 East, N.M.P.M., and the formation of a standard 40 acre oil spacing and proration unit comprised of the SW/4NW/4 of Section 25, to be dedicated to the South Lovington 25 Well No. 1, located at an orthodox oil well location 1977 feet from the north line and 330 feet from the west line of Section 25. In the alternative, applicant requests approval of a non-standard 40 acre oil spacing and proration unit in the Northeast Lovington-Upper Pennsylvanian Pool, which is spaced on 80 acres under Order No. R-3816, comprised of the SW/4NW/4 of Section 25. The non-standard unit will be dedicated to the South Lovington 25 Well No. 1, located at an unorthodox oil well location in said pool., for which applicant also requests approval. The application is scheduled to be heard at 8:15 a.m. on Thursday, December 18, 2008 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner offsetting the well and/or well unit, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504. The unit is located approximately 4 miles southwest of Lovington, New Mexico.

Oil Conservation Division  
Case No. \_\_\_\_\_  
Exhibit No. 7