STATE OF NEW MEXICO ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF PENDRAGON ENERGY PARTNERS, INC., PENDRAGON RESOURCES, L.P., AND J.K EDWARDS ASSOCIATES, INC. TO CONFIRM PRODUCTION FROM THE APPROPRIATE COMMON SOURCE OF SUPPLY, SAN JUAN COUNTY, NEW MEXICO

CASE NO. 11996 ORDER NO. R-11133

APPLICATION FOR HEARING DE NOVO AS TO LIMITED ISSUES

Whiting Petroleum Corporation and Maralex Resources, Inc., parties of record adversely affected by the decision of the Oil Conservation Division in Case No. 11996, Order No. R-11133 (collectively "Whiting"), hereby apply for a hearing de novo before the New Mexico Oil Conservation Commission pursuant to NMSA 1978 § 70-2-13 (1987 Repl.). This application is addressed solely to the Division's findings in paragraphs 17(a)-(g), 18 and 19, and the dispositive portion of the Order, paragraph (1), page 28, determining that the Pendragon Chaco wells are perforated within the Pictured Cliffs formation. Whiting does not challenge any other portion of Order No. R-11133.

Respectfully submitted,

GALLEGOS LAW FIRM, P.O.

J.E. GALLEGOS

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(505) 983-6686

Attorneys for Whiting Petroleum Corp. and Maralex Resources, Inc.

CERTIFICATE OF SERVICE

I hereby certify that I have caused a true and correct copy of the foregoing to be mailed on this 2nd day of February, 1998 to the following:

Rand Carroll New Mexico Oil Conservation Division 2040 South Pacheco Street Santa Fe, NM 87505

J. Scott Hall, Esq. Miller, Stratvert & Torgerson, P.A. P.O. Box 1986 Santa Fe, NM 87501-1986

Marilyn S. Hebert New Mexico Oil Conservation Commission 2040 South Pacheco Santa Fe, New Mexico 87505

MICHAEL J. CONDC

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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

IN THE MATTER OF:

APPLICATION OF PENDRAGON ENERGY PARTNERS, INC., PENDRAGON RESOURCES, L.P., And J.K. EDWARDS ASSOCIATES, INC TO CONFIRM PRODUCTION FROM THE APPROPRIATE COMMON SOURCE OF SUPPLY, SAN JUAN COUNTY, NEW MEXICO

CASE NO. 11996 ORDER NO. R-11133

APPLICATION FOR HEARING DE NOVO

Pendragon Energy Partners, Inc., Pendragon Resources, L.P., and J.K. Edwards Associates, Inc., parties of record adversely affected by the decision of the Oil Conservation Division in Case No. 11996 (Order No. R-11133) herein, hereby apply for a hearing De Novo before the New Mexico Oil Conservation Commission, pursuant to NMSA Section 70-2-13 (1987 Repl.).

Respectfully Submitted,

MILLER, STRATVERT & TORGERSON, P.A.

ξv

J. Scott Hall, Esq. Post Office Box 1986 Santa Fe, New Mexico 87504 (505) 989-9614

Attorneys for Pendragon Energy Partners, Inc., Pendragon Resources, L.P., and J.K. Edwards Associates, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Application for Hearing De Novo was mailed to Rand Carroll, Esq., New Mexico Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505, J.E. Gallegos, Esq., 460 St. Michaels Drive, #300, Santa Fe, New Mexico 87505 and Marilyn Hebert, Esq., 2040 South Pacheco, Santa Fe, New Mexico 87505 this 18 day of February, 1999.

7. Swy-Rall
J. Scott Hall