

**STATE OF NEW MEXICO**

**ENERGY, MINERALS AND NATURAL  
RESOURCES DEPARTMENT**

**OIL CONSERVATION**

**CASE #: 14245**

**EXHIBIT 2**

**RSC Resources, L.P.**

6824 Island Circle  
Midland, Tx. 79707  
(432) 553-1849  
(432) 683-5266 (fax)  
[rsc.l.p@sbcglobal.net](mailto:rsc.l.p@sbcglobal.net)

**3-10-09**

**Addressee : SEE EXHIBIT "A"**

**sent via certified mail**

Re: Proposed Drilling Operation  
Lucky Wolf 30 Fed Com No. 1H  
Surface ; 860' FSL and 100' FWL  
Bottom hole : 990' FSL and 330' FEL  
Unit description : T-16-S, R-28-E, Section 30 : S2S2  
Eddy County, NM.

Gentlemen,

RSC Resources, L.P. ("RSC"), in association with Peregrine Production, LLC, owns a leasehold interest in the referenced lands. RSC is a registered operator in the State of New Mexico. RSC proposes the drilling and completion of a well at the cited location.

RSC plans to drill a horizontal well to a total measured depth of 11,200 feet, to test the Wolfcamp Formation. The estimated DHC will be \$ 1,796,000; CC \$ 1,249,000; CWC \$ 3,045,000.

As an alternative to joining in this proposed operation, RSC is willing to discuss a Farm Out of your interest.

Please be advised that RSC must initiate Compulsory Pooling efforts if you do not join in the proposed operation or agree to an alternative arraignment concerning your leasehold.

Please indicate your election below. Should you have any questions or comments concerning this matter, please contact the undersigned or Kirk E. Smith, Peregrine Production, LLC at (432) 683-5266.

Sincerely,  
**RSC Resources, L.P.**

Randy S. Cate

*cc: K.E. Smith*

\_\_\_\_\_ elect to participate in proposed operation

\_\_\_\_\_ elect non-consent to proposed operation

Oil Conservation Division  
Case No. \_\_\_\_\_  
Exhibit No.   2

EXHIBIT "A"

Addressee's

Eagle Oil and Gas, Ltd.  
2525 Kell Blvd., Suite 510  
Wichita Falls, Tx. 76308

Occidental Oil and Gas Corp.  
P.O. Box 4294  
Houston, Tx. 77210-4294

COG Operating, LLC  
COG Oil and Gas LP  
550 West Texas Avenue, Suite 1300  
Midland, Tx. 79701