

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

**CASE #: 14245**

**EXHIBIT 3**

**RSC Resources, L.P.**

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

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature <i>K. Gibson</i>	<input type="checkbox"/> Agent <input type="checkbox"/> Addressee
1. Article Addressed to:  <p style="text-align: center;"><b>Eagle Oil and Gas, Ltd.                      2525 Kell Blvd. Suite 510                      Wichita Falls, Tx. 76308</b></p>	B. Received by (Printed Name) <i>K. Gibson</i>	C. Date of Delivery 3-12-09
2. Article Number (Transfer from service label)	D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No  3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D. 4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	
707 1300 0002 4479 7136		

Oil Conservation Division  
 Case No. \_\_\_\_\_  
 Exhibit No. 3

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



RSC Resources, L.P.

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Midland, Tx. 79707  
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(432) 683-5266 (fax)  
rsc.lp@sbeglobal.net

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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.

*Original Signed  
by K.S. Cate*

Randy S. Cate

cc: K.E. Smith

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

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

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<p>1. Article Addressed to:</p> <p><i>Ms. Jan Spardlin Concho Operating LLC 550 W. TX, Ste 1300 Midland, TX 79701</i></p>	<p><i>"Hand Delivered"</i></p> <p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p>	<p><i>7008 1300 0002 4483 3049</i></p>

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