

White Wing Prospect Name and Address List

Chi Energy, Inc.
P.O. Box 1799
Midland, Tx. 79702
(915) 685-5001
Fax (915) 687-2662

Louis Dreyfus Natural Gas Corp.
14000 Quail Springs Parkway, Suite 600
Oklahoma City, Oklahoma 73134
(405) 748-2771
Fax (405) 749-6662

Charles B. Read
P.O. Box 1518
Roswell, New Mexico 88202
(505) 622-3770
Fax (505) 622-8643 Attn: Bob Watson

Stanley Tyler, Agent
2973 109th Ave. N.W.
Coon Rapids, MN 55433-3816
(612) 323-7594
Fax (612) 646-5303

S.P. Yates
105 South Fourth Street
Artesia New Mexico 88210
(505) 748-1471
Fax (505) 748-4572 Attn: Doug Hurlbut

Sharbro Oil Ltd. (Estate Lillie M. Yates)
105 South Fourth Street
Artesia New Mexico 88210
(505) 748-1471
Fax (505) 748-4572 Attn: Doug Hurlbut

Union Pacific Resources
P.O. Box 7 M.S. 2600
Fort Worth, Texas 76101-0007
(817) 877-7747
Fax (817) 877-7690 Attn: Rachel Christy

Tom Brown, Inc.
P.O. Box 2608
Midland, Texas 79702
(915) 682-9715
Fax (915) 682-9171

Marshall & Winston, Inc.
P.O. Box 50880
Midland, Tx. 79702
(915) 684-6573
Fax (915) 687-2684

Great Western Drilling Company
P.O. Box 1659
Midland, Tx. 79702
(915) 682-5241
Fax (915) 682-4348 Attn: Lynn Foster

Norman L. Stevens Jr.
P.O. Box 1
Hondo, New Mexico 88336-0001
(505) 653-4379
Fax (505) 653-4379

Paul Ray
301 Commerce, Suite 2300
Fort Worth, Texas 76102
(817) 334-0500
Fax (817) 870-9838

Sharbro Oil Ltd. (Estate Martin Yates, III)
207 South Fourth Street
Artesia New Mexico 88210
(505) 748-1471
Fax (505) 748-4572 Attn: Doug Hurlbut

Texaco Exploration & Production, Inc.
P.O. Box 46513
Denver, Colorado 80201
(303) 793-4000
Fax (303) 793-4970

Fasken Oil & Ranch, Ltd.
303 W. Wall, Suite 1900
Midland, Texas 79701
(915) 687-1777
Fax (915) 687-1570 Attn: Stacey

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 2

CASE NO. 11858

UNITED BANK PLAZA
400 N. PENN. SUITE 1000

CHARLES B. READ
PRESIDENT

Read & Stevens, Inc.

Oil Producers
P O Box 1518
Roswell, New Mexico 88202

cc!
PHONE 505 622-3770
FAX: 505 622-8643

August 27, 1997

SEE ATTACHED ADDRESS LIST

Re: White Wing "22" Federal No. 13
S/2 Section 22, T22S-R26E
Eddy County, New Mexico
R&S #9822W

Dear Owner:

Read & Stevens has recently received a proposal from Chi Energy Inc. and an A.F.E. to participate in the drilling of the captioned 11,800' Morrow test. A copy of Chi's proposal letter and A.F.E. from Louis Dreyfus is enclosed. The 18.367258% interest (our records indicate 21.736391%) down to a depth of 10,600' and the corresponding 10% interest spread to all depths (should be 11.83432%) referred to in the July 28, 1997 letter is contractually owned by virtue of the Hackberry Hills Unit Agreement, as follows:

	<u>Unit W.I.</u>	<u>11.83432% Interest Spread to All Depths</u>
✓ Charles B. Read	6.088254%	3.31473%
Norman L. Stevens, Jr.	6.088254%	3.31473%
Texaco	3.367313%	1.83332%
Stanley Tyler, Agent	2.946412%	1.60417%
Paul Ray	0.841829%	0.45833%
Union Pacific	0.841829%	0.45833%
S.P. Yates	0.781250%	0.42535%
Estate of Martin Yates, III ✓	0.390625%	0.21268%
Estate of Lillie M. Yates	<u>0.390625%</u>	<u>0.21268%</u>
	21.736391%	11.83432%

These numbers may vary depending on the final determination of ownership, but the above represents our best estimate of each owner's interest. You will recall that we encountered this same situation in the Lee K Federal No. 1 well and the McGruder Hills Federal Unit #1. Much of the title chain under this unit is contractual and is not reflected in the record title chain.

PLEASE EXECUTE
AND RETURN TO
READ & STEVENS, INC.