



EOG Resources, Inc.
P.O. Box 2267
Midland, TX 79702
(432) 686-3600

May 19, 2011

CERTIFIED MAIL/RETURN RECEIPT

WORKING INTEREST OWNERS
(See Attached Addressee List)

RE: Sand Tank "17" Fed Com #3H
SHL: 1980' FNL and 2310' FEL, Section 17, T18S, R30E
BHL: 1980' FNL and 2310' FWL, Section 16, T18S, R30E
Eddy County, New Mexico

Gentlemen:

In reference to the captioned well, enclosed please find a new Operating Agreement dated June 1, 2011, along with an AFE to drill this well as a horizontal well in the Bone Spring Formation.

It would be appreciated if you would make your elections to participate below, please sign and return the signature pages to the Operating Agreement, along with the AFE, and a copy of your geological requirements.

A copy of the Drilling Opinion of Title prepared by Hinkle, Hensley, Shanor & Martin, L.L.P. is enclosed for your reference.

If your election is not to join, it would be appreciated if you would please contact me at your earliest convenience at (432) 686-3610.

Very truly yours,

EOG RESOURCES, INC.

Douglas W. Hurlbut
Land Specialist

Oil Conservation Division

Case No. _____

Exhibit No. 2

May 19, 2011
Page Two

WELL ELECTION (Check One):

_____ Elect to participate in the drilling of the Sand Tank "17" Fed Com #3H well.

_____ Elect to go **non-consent** in the drilling of the Sand Tank "17" Fed Com #3H well under the terms of the Joint Operating Agreement dated June 1, 2011. (Please sign and return signature pages to this JOA.)

INTEREST ELECTION (Check One):

_____ Elect to take my share and any additional share of the non-consent interest.

_____ Elect to retain my current interest.

Company Name: _____

By: _____

Working Interest Owners
Addressee List

COG Operating, LLC
550 West Texas, Suite 100
Midland, Texas 79701

Read & Stevens, Inc.
P. O. Box 1518
Roswell, New Mexico 88202
Attention: Bob Watson

Fair Oil, Ltd.
P. O. Box 689
Tyler, Texas 75710

Concho Oil & Gas LLC
550 West Texas, Suite 100
Midland, Texas 79701

Rialto Production Company
P. O. Box 61206
Houston, Texas 77208
Attention: Baron Craft

Sydtran, LP
1010 Lamar, Suite 200
Houston, Texas 77002

Wirtaine F. Sparks
c/o Vance Sparks
P. O. Box 25431
Dallas, Texas 75225

Phillip R. Bass, Trustee of the
Bass Mineral Trust dated 10/22/01
P. O. Box 244
St. Jacob, Illinois 62281-0244
Attn: Karen Schultze

Sacramento Partners Limited Partnership
105 S. Fourth St.
Artesia, New Mexico 88210
Attention: Chuck Moran

Sharbro Oil Ltd Co.
105 S. Fourth St.
Artesia, New Mexico 88210
Attention: Chuck Moran

Virginia Schuitema Hair and
Lester L. Hair, Jr. Trustees of
the Hair Family Trust dated 4/20/01
5700 North Moccasin Trail
Tucson, Arizona 85750

Paul Slayton
P. O. Box 2035
Roswell, New Mexico 88201

Harvey E. Yates Company
P. O. Box 1933
Roswell, New Mexico 88202-1933

Cannon Exploration Company
3608 SCR 1184
Midland, Texas 79706
Attention: Todd Wilson

Pathfinder Exploration Company
4601 Mirador Drive
Austin, Texas 78735
Attention: Scott Wilson

John A. Yates
105 S. Fourth St.
Artesia, New Mexico 88210
Attention: Chuck Moran

John A. Yates, Trustee of Trust Q
Will of Peggy A. Yates, Deceased
105 S. Fourth St.
Artesia, New Mexico 88210
Attention: Chuck Moran

Westway Petro
4514 Cole Ave., Suite 1005, LB 15
Dallas, Texas 75205

Jo Sue Starkweather
6976 County Road 3219
Lone Oak, Texas 75453-6029

Jean Ann Morgan and Gary V. Morgan
Co-Trustees of the Betty J.
Revocable Trust UTA dated 4/12/95
404 South Susan
Wagner, Oklahoma 74467

Jean Ann Morgan and Gary V. Morgan
Co-Trustees of the Jean Ann Morgan
Revocable Trust UTA dated 10/5/2000
404 South Susan
Wagner, Oklahoma 74467

Wirt Rhea, Dec'd
8917 Livenshire
Dallas, Texas 75238

Jalapeno Corporation
P. O. Box 1608
Albuquerque, New Mexico 87103-1608

Yates Energy Corporation
P. O. Box 2323
Roswell, New Mexico 88202-2323

Enduro Operating LLC
777 Main St, Suite 800
Ft. Worth, Texas 76102