



Via Certified Mail, Return Receipt Requested

April 21, 2015
May 6, 2015

Working Interest Owners – Attached Listing

Re: **Well Proposal – Scooter Federal Com #2H**
T18S-R33E, Section 23: E/2W/2
Limited to the Bone Spring Formation
SHL: 190' FNL & 1650' FWL, or a legal location in Unit C
BHL: 330' FSL & 1650' FWL, or a legal location in Unit N
Lea County, New Mexico

To whom it may concern:

COG Operating LLC (COG), as Operator, hereby proposes to drill the Scooter Federal Com #2H well as a horizontal well at the above-captioned location to a TVD of approximately 9,570' and a MD of 14,100' to test the Bone Spring Formation ("Operation"). The total cost of the Operation is estimated to be \$5,583,670 and a detailed description of the cost is set out in the enclosed Authority for Expenditure ("AFE"). COG anticipates that it will spud the well on or before September 1, 2015.

COG is proposing to drill this well under the terms of the modified 1989 AAPL form of Operating Agreement. The Operating Agreement will cover the E/2W/2 Section 23, Township 18S, Range 33E, Lea County, New Mexico ("Contract Area") and has the following general provisions:

- 100/300 Non-consenting penalty
- \$7,000/\$700 Drilling and Producing rate
- COG named as Operator

Said Operating Agreement is enclosed herein for your review. If you do not wish to participate in the Operation, COG would like to acquire a Term Assignment for your interest in the Contract Area under the following general terms:

- 18 month primary term
- Delivering a 75% NRI, retaining the difference between existing leasehold burdens and 25.00% as an overriding royalty interest, proportionately reduced
- \$1,500 per net acre bonus consideration
- Limited to the Bone Spring Formation
- Offer subject to COG managerial approval and verification of title.

Please indicate your participation election in the space provided below, sign and return this letter, along with a signed copy of the enclosed AFE and a copy of your geologic well requirements, to my attention at the letterhead address. You may also fax your response to (432) 221-0856 or by email to jlierly@concho.com. If you have any questions, please do not hesitate to contact the undersigned at 432-221-0485.

BEFORE THE OIL CONVERSATION
DIVISION
Santa Fe, New Mexico
Exhibit No. 4
Submitted by: COG OPERATING LLC
Hearing Date: June 25, 2015

Sincerely,

COG Operating LLC



Jeff Lierly, CPL
Landman

_____ I/we hereby elect to participate in the Scooter Federal Com #2H.

_____ I/we hereby elect **not to** participate in the Scooter Federal Com #2H.

Company Name: _____

Title: _____

By: _____

Date: _____

Working Interest Owners

Certified Mail No. 91 7199 9991 7033 2216 8441

Devon Energy Production Company, L.P.

Attn: Maggie Crook

333 W. Sheridan Avenue

Oklahoma City, Oklahoma 73102

Certified Mail No. 91 7199 9991 7033 2216 8433

J. Cleo Thompson and James Cleo Thompson, Jr., a partnership

325 North Street, Suite 4500

Dallas, Texas 75201

Certified Mail No. 91 7199 9991 7033 2216 8426

Burnett Oil Company

801 Cherry Street, Suite 1500

Fort Worth, Texas 76102

Certified Mail No. 91 7199 9991 7033 2216 8419

Seely Petroleum Partners, LP

SSV&H Associates

David L. Henderson and wife Dawn Henderson

815 West Tenth Street

Fort Worth, Texas 76102

Certified Mail No. 91 7199 9991 7033 2216 8402

James Robert Hill, Virginia Glenn Hill Lattimore and John A. Styrsky,

Trustee of the Houston and Emma Hill Trust Estate

500 West 7th Street, Suite 1802

Fort Worth, Texas 76102-4740

Certified Mail No. 91 7199 9991 7033 2216 8389

Express Air Drilling, Inc.

3838 Oak Lawn Avenue, Suite 1525

Dallas, Texas 75129

Certified Mail No. 91 7199 9991 7033 2216 8396

Boswell Interests, Ltd.

EAB Oil Company

PVB Oil Company

CEB Oil Company

John P. Oil Company

1320 Lake Street

Fort Worth, Texas 76102

Certified Mail No. 91 7199 9991 7033 2216 8372

Wes-Tex Drilling Company

P.O. Box 3739

Abilene, Texas 79604

Certified Mail No. 91 7199 9991 7033 2216 8365

Michael J. Havel and wife Kathleen A. Havel
7607 Chalkstone
Dallas, Texas 75219

Certified Mail No. 91 7199 9991 7033 2216 8358

Everett L. Andrews, Jr., Trustee of the Everett L. Andrews Jr. Trust
1715 North Wolcott Avenue
Chicago, Illinois 60622

Certified Mail No. 91 7199 9991 7033 2216 8341

Adelaide Y. Thomsen, Trustee of the Adelaide Y. Thomsen Trust
11117 Blue Sky Drive
Haslet, Texas 76052

Certified Mail No. 91 7199 9991 7033 2216 8334

William E. Alexander as Trustee of the Amy Vernae Dahlin Trust
William E. Alexander as Trustee of the Merlya Holland Wright Family Trust
6300 Ridglea Place, Suite 611
Fort Worth, Texas 76116

Certified Mail No. 91 7199 9991 7033 2216 8327

Chisos, LTD
670 Dona Ana Road SW
Deming, NM 88030

Certified Mail No. 91 7199 9991 7033 2216 8310

Cross Border Resources, Inc.
2515 McKinney Ave., Suite 900
Dallas, TX 75201

Certified Mail No. 91 7199 9991 7033 2216 8303

David L. Henderson SSP
815 West Tenth Street
Fort Worth, Texas 76102

Certified Mail No. 91 7199 9991 7033 9269 4092

Linda Sheryl Seely Van Sickle
901 N. Craig Street
Victoria, Texas 77901

May 6, 2015

Certified Mail No. 91 7199 9991 7033 2218 0329

Black Shale Minerals, LLC
P. O. Box 2243
Longview, Texas 75606