



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.

A handwritten signature in black ink, reading "Douglas W. Hurlbut".

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