

STATE OF NEW MEXICO

**ENERGY, MINERALS AND NATURAL
RESOURCES DEPARTMENT**

OIL CONSERVATION

CASE #: 14245

EXHIBIT 2

RSC Resources, L.P.

6824 Island Circle
Midland, Tx. 79707
(432) 553-1849
(432) 683-5266 (fax)
rsc.l.p@sbcglobal.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 arraignment 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

Oil Conservation Division
Case No. _____
Exhibit No. 2

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