STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF RSC RESOURCES LIMITED PARTNERSHIP FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION EDDY COUNTY, NEW MEXICO. CASE NO. 14542

PRE-HEARING STATEMENT

This Pre-hearing Statement is submitted by RSC Resources Limited Partnership by and through his undersigned counsel, Ernest L. Padilla, Padilla Law Firm, P.A. as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT:

RSC RESOURCES LIMITED PARTNERSHIP

Randall Cate 203 W. Wall Street, Suite 1001 Midland, TX 79701 432-553-1849 RECEIVED OCD

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ATTORNEY:

RSC RESOURCES LIMITED PARTNERSHIP

Ernest L. Padilla Padilla Law Firm Post Office Box 2523 Santa Fe, New Mexico 87504 (505) 988-7577

OPPOSITON OR OTHER PARTY:

DEVON ENERGY PRODUCTION COMPANY, L.P. James Bruce Bost Office Box 1056

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

STATEMENT OF CASE

APPLICANT:

Applicant seeks an order pooling all mineral interests from the surface of the earth to the base of the undesignated Wolfcamp formation underlying the W/2W/2 of Section 35, Township 16 South, Range 29 East, N.M.P.M., Eddy County, New Mexico. Applicant proposes to drill its Lonesome Wolf 35 Federal Com 2H well to be located at a surface location of 150 FSL and 660 FWL and bottom hole location of 330 FNL and 660 FWL of said Section 35. Applicant seeks to dedicate the W/2W/2 of Section 35 to the well to form a non-standard 160 acre spacing and proration unit for any formations and/or pools developed on 160 acre or less within the vertical extent, including the Wolfcamp formation.

OPPOSITION OR OTHER PARTY:

Will just make appearance and does not oppose the application.

PROPOSED EVIDENCE

APPLICANT

WITNESSES		EST. TIME	EXHIBITS
Kirk E. Smith, La	ndman	30 minutes	#1 Land Plat#2 List of workinginterest owners#3 Summary ofContact/Responses
Randall S. Cate Petroleum Engine	er	30 minutes	 #1 Area Production Plat #2 Type Log #3 C-102 #4 Directional drilling plan #5 AFE
Ernest L. Padilla			Affidavit of Service
OPPOSITION			
WITNESSES	EST. 7	ГІМЕ	EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing.)

None

PÁÐILA LAW FÍRM

ERMEST L. PADILLA P.O. Box 2523 Santa Fe, New Mexico 87504-2523 (505) 988-7577

CERTIFICATE OF SERVICE

I hereby certify that I caused a copy of this Pre-Hearing Statement to be served upon James Bruce, PO Box 1056, Santa Fe, New Mexico 87504, by facsimile at 505-982-2151 this 10th day of September, 2010.

RNEST L. P'ADILLA