

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

**APPLICATION OF RSC LIMITED PARTNERSHIP FOR APPROVAL OF A NON-STANDARD
OIL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.**

CASE NO. 14515

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by Rule 1211.B (1) the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

RSC Limited Partnership

ATTORNEY

James Bruce, Esq.
Post Office Box 1056
Santa Fe, New Mexico 87504

OPPOSITION

Occidental Permian Limited Partnership
Attention: Elizabeth Bush-Ivie, P.E.
Telephone: (713) 366-5303

ATTORNEY

William F. Carr, Esq.
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STATEMENT OF CASE

OPPOSITION:

Occidental Permian Limited Partnership opposes the application of RSC to form a 640-acre Wolfcamp spacing unit and to create a 160-acre non-standard unit and pool it for a Bone Spring well in the N/2 N/2 of Section 17, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. Occidental owns 100% of the working interest in the West half of this section and plans to drill wells thereon to develop its interests on spacing and proration units in which it owns 100% of the working interest.

RSC Limited Partnership proposed two wells in this area to Occidental in May. According to tracking records, certified letters to Occidental were received on July 6, 2010 in their mail room. However, Occidental has not been able to locate these pooling applications and only discovered it was being pooled when it saw the Division's legal advertisements for the July 22, 2010 examiner hearing. Occidental will seek a two week continuance of this hearing to enable it to attempt to negotiate with RSC and to enable it to be prepared for hearing if these negotiations fail.

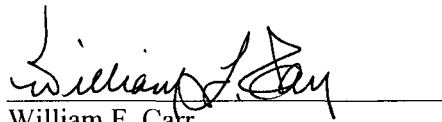
PROPOSED EVIDENCE

OPPOSITION:

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Pat Sparks MAY CALL Landman		
Bob Doty MAY CALL Geologist		
Elizabeth Bush-Ivie MAY CALL Regulatory Engineer	Approx. 15 Minutes	2

PROCEDURAL MATTERS

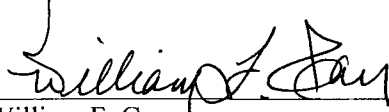
Occidental Permian Limited Partnership will file a Motion for Continuance of the hearing on the application of RSC Limited Partnership.



William F. Carr
Attorney for Occidental Permian Limited Partnership

I certify that on July 29, 2010 I served a copy of the foregoing document to the following by Hand Delivery or by Facsimile:

James Bruce, Esq.
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William F. Carr