## 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. 14512** 

# 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

<u>APPLICANT</u>	<u>ATTORNEY</u>	20	
RSC Limited Partnership	James Bruce, Esq. Post Office Box 1056 Santa Fe, New Mexico 87504	OND JUL 29	
<u>OPPOSITION</u>	<u>ATTORNEY</u>	U	
Occidental Permian Limited Partnership Attention: Elizabeth Bush-Ivie, P.E. Telephone: (713) 366-5303	William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421	3: 50	S

#### 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 W/2 W/2 of Section 8, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. Occidental is the largest working interest owner in 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 cases on the Division's legal advertisement 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

ESTIMATED TIME

**EXHIBITS** 

(Name and Expertise)

Pat Sparks

MAY CALL

Landman

Bob Doty

**MAY CALL** 

Geologist

Elizabeth Bush-Ivie MAY CALL

Approx. 15 Minutes

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Regulatory Engineer

# **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.
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2151 Facsimile

William F. Carr