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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 11898 ORDER NO. R-10933

APPLICATION OF HOME-STAKE ROYALTY CORPORATION FOR A NON-STANDARD SUBSURFACE OIL PRODUCING AREA/OIL WELL LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on December 18, 1997, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>31st</u> day of December, 1997 the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Home-Stake Royalty Corporation, seeks an exception to Division General Rule 104.C(1) for a non-standard subsurface oil producing area or drilling window [as defined by Division General Rule 111.A(7)] for the Undesignated Brunson-Fusselman Pool within a standard 40-acre oil spacing and proration unit comprising the SW/4 NE/4 of Section 5, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, that is to be no closer than 330 feet to the south, west, and north quarter-quarter section lines of the SW/4 NE/4 of said Section 5 nor closer than 100 feet to the east quarter-quarter section line of the SW/4 NE/4 of said Section 5. Said unit is to be dedicated to its existing Republic "5" Well No. 1 (API No. 30-025-34043), located at a surface location 1650 feet from the North and East lines (Unit G) of said Section 5.

(3) Prior to the hearing, the applicant requested this matter be dismissed.

(4) Dismissal of this case should therefore be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 11898 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION C <u>ک</u> ۵(WILLIAM J. LEMAY Director

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