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.

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(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

WILLIAM/J. LEMAY Director