BEFORE THE OIL CONSERVATION COMMISSION . OF THE STATE OF NEW MEXICO.

IN THE MATTER OF THE APPLICATION OF ASTON & FAIR AND ASSOCIATES FOR A CLOSER PLACING PERMIT THAN IS AT PRESENT PERMITTED BY THE RULES OF THE COMMISSION.

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TO THE HONORABLE OIL CONSERVATION COMMISSION, STATE OF NEW MEXICO:

The undersigned, R. W. FAIR, BERT ASTON, CHARLES A. SCHEURICH, CARL A. HATCH, J. R. COLE, SIDNEY JOHNSON and ANNA FRANKLIN, being the owners of a certain oil and gas lease, No. B4108, embracing the  $N\frac{1}{2}S\frac{1}{2}$ , Section 32, Township 17 S., R. 30 E., Eddy County, New Mexico, are desirous of securing permission to drill a well for oil and gas in the Northwest corner of the NE<sup>1</sup>/<sub>2</sub> of the SW<sup>1</sup>/<sub>2</sub> of Section 32, Township 17 S., R. 30 E., at a point closer to the boundary line of said forty acre tract than is permitted by present rules of the Commission, and said owners, in support of such request respectfully submit as follows:

That they have heretofore drilled one well in said forty acre tract previously described, which well failed to produce either oil or gas in commercial quantities;

That after drilling said well the owners of said lease drilled another well in the forty acre tract immediately adjoining on the west, which well is now producing oil and gas in commercial quantities;

That Aston and Fair drilled a producing well in the forty acre tract immediately adjoining the tract in question on the north;

That immediately south of said forty acre tract a producing oil well was drilled by Talmadge and others and other producing

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wells surround the forty acre tract in question;

That the wells drilled in the tracts immediately west and north of the forty acre tract in question convinced these owners that the first well was faultily located and on account of structural conditions it is very probable that if permission be granted to drill in the extreme northwest corner of said forty acre tract that oil in commercial quantities will be produced and said owners are desirous of drilling said well in the extreme northwest corner and closer to the boundary lines than present rules of the Commission permit.

In order to avoid the hazards of drilling a dry well and to make the production of oil as certain as possible and to be sure that the new well is located on the structure at the best point it is desired to drill said well approximately one hundred and fifteen (115) feet south of the north boundary line and one hundred and fifteen (115) feet east of the west boundary line.

That the owners of the adjoining footage all consent to the drilling of said well in the new location; that it will be to the interest of the owners of said lease and to the State of New Mexico to have said well located at a point where production of oil will be reasonably certain.

In consideration of the foregoing matters the undersigned have attached a plat which is marked Exhibit A, showing the location of present producing wells; the location of the dry hole which is identified as "ASTON & FAIR STATE 1B" and the proposed new location which is marked in red on said plat as ASTON & FAIR, SCHEURICH STATE 4", and said owners respectfully request the Commission to give notice as provided by the rules and that the hearing be held on the earliest possible date; that petitioners be permitted to submit proof

OFFICES OF GRANTHAM & HOUK ATTORNEYS AT LAW CITIZENS BANK BUILDING CLOVIS, NEW MEXICO in support of this application and that the Commission make and execute all necessary and proper orders in consideration of the premises.

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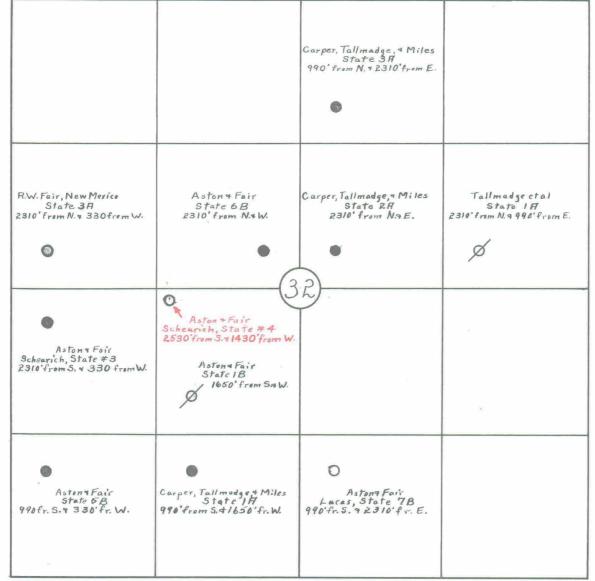


R. W. FAIR, PRESIDENT C. A. SCHEURICH, VICE-PRES. BERT ASTON, SEC-TREAS.

DIL AND GAS Loco Hills Field Office Smith, New Mex.

ASTON & FAIR, INC.

PRODUCERS



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