STATE OF NEW MEXICO,)) ss. COUNTY OF SAN JUAN.)

AFFIDAVIT.

We, the undersigned, each being first duly sworn separately upon his oath deposes and says:

That he is of lawful age and a resident of the State of New Mexico.

That as to Wm. R. Clark and H. C. Montgomery they and each of them are employees of Southern Union Gas Co., in the drilling and exploration department of said company, at $2ll\frac{1}{2}$ West Main St., Farmington, New Mexico.

That as to Al Greer he is the local inspector for the Oil Conservation Commission of the State of New Mexico.

That each of them, separately or in the company of one or the other of the others, have contacted Basilio Larcher and/or his wife Clara Larcher, relative to pooling, and designating as a drilling unit, the $N\frac{1}{2}$ of Section 18, T31N, R10W, N.M.P.M.

That the said Basilio and Clara Larcher are the purported owners of 55 acres of land in the NE¹/₂ of said section, township and range described as follows, to-wit:

> The East One-Half of the Northwest Quarter of the Northeast Quarter (ENWENEZ) of Section Eighteen (18), in Township Thirty-One (31) North of Range Ten (10) West, N.M.P.M., containing 20 acres, and being the same land conveyed to Basilio Larcher and Clara Larcher by Warranty Deed dated February 26, 1926, recorded in Book 75, page 379, of the Records of said County;

35 acres, more or less, and being all that part of the Northeast Quarter of the Northeast Quarter ($NE_{2}^{+}NE_{2}^{+}$) of Section Eighteen (18), in Township Thirty-One (31) North of Range Ten (10) West, N.M.P.M., lying West of the Animas River, and being the same land conveyed by Lillian E. Walters et vir to Basilio Larcher and Clara Larcher by Quitclaim Deed dated January 2, 1934, recorded in Book 79, page 395, of the Records of said County;

and that they and each of them have refused to pool said lands with the lands of the other owners and leaseholders of said $N\frac{1}{2}$ of Section 18 aforesaid or to join any plan proposed by the said

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Southern Union Gas Company for the development of said $N_{\odot}^{\frac{1}{2}}$ of Section 18.

That it is impossible to form a complete unit for the drilling of a well on the $N^{\frac{1}{2}}$ of said Section because of and by reason of the refusal of said Basilio Larcher, et ux, to join said unit and make available the said 55 acres aforesaid.

That it is to the best interests of the other owners and operators in said unit to proceed under the further orders of the Oil Conservation Commission without any further delay in forming said pool or unit.

Further affiants saith not.

an

William R. Clark

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Subscribed and sworn to before me this <u>27</u> day of March,

1952.

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