

A meeting of the State Lands Commission was held in Room 306, State Capitol, Sacramento, August 25, 1943, at 10:30 A. M.

Present

John F. Hassler, Chairman  
Frederick F. Houser, Member  
Harry B. Riley, Member

Absent

None

1. The minutes of the meeting of the State Lands Commission held in Sacramento, June 23, 1943 were unanimously approved and confirmed.
2. (Oil and Gas Leases, Nos. 88,90,92 and 93.) Upon motion duly made and unanimously carried, a resolution was adopted wherein the agreements entered into between the several Elwood operators and the Signal Oil and Gas Company, under which all Elwood gas is to be treated in Signal Oil and Gas Company's plant, were approved. This approval is given subject to State Lands Commission audit verification of reports and records as rendered, and further subject to the right of the Commission to take its share of royalty gasoline and dry gas in kind, as provided under the terms of the leases.
3. (Lease No. 98, Signal Oil and Gas Company.) Upon motion duly made and unanimously carried, a resolution was adopted wherein approval was given to the drilling program recently submitted by Signal Oil and Gas Company, who are the operators of this Elwood lease. This drilling program provides for the drilling of two additional wells on a five acre spacing plan. Wells are to be drilled in the north-westerly seaward portion of this lease. The submitted drilling program also requires necessary extension to the pier now existing upon the leasehold. This approval is granted subject to approval by the Executive Officer of the plans and courses to be submitted under the terms of the lease and the existing rules and regulations of the Commission.
4. (Oil and Gas Lease No. 48.) Upon motion duly made and unanimously carried, a resolution was adopted confirming the action of the Executive Officer in approving the drilling by the General Petroleum Corporation of eleven additional wells in the Rincon Field in accordance with the rules and regulations of the Commission.
5. (Agreement No. 415, Standard Oil Company.) Upon motion duly made and unanimously carried, a resolution was adopted approving the 35th, 36th and 37th revisions of the Rio Vista acreage allocation to State land. These revisions are 10.007%, 9.998% and 10.011%, respectively. This approval is granted subject to any changes which might result in necessary adjustments of the basic acreage figures to be agreed upon with respect to the 11th and 12th revisions. Approval was also made subject to the Standard Oil

Company's agreeing to extend the time within which the State might make formal objection to the 11th to the 37th revisions, inclusive, of the State's percentage allotment, to sixty days after the submission by Standard Oil Company, to the Commission, of the revised map of the Rio Vista Field which Standard Oil Company has agreed to submit.

6. (No. 91, P.R.C., Oil and Gas Lease.) Upon motion duly made and unanimously carried, a resolution was adopted confirming approval heretofore given by the Executive Officer, of that crude oil purchase agreement entered into by H. R. Hamilton, Operator, with respect to production from this lease, and the Standard Oil Company dated June 24, 1943. This approval is given subject to the right of the State to take its oil in kind as provided for under the terms of the lease.

7. (No. 91, P.R.C., Oil and Gas Lease.) Upon motion duly made and unanimously carried, a resolution was adopted wherein the action of the Executive Officer in approving the contract for treatment and sale of gas and gasoline produced from State land under the terms of No. 91, P.R.C. was confirmed. The treatment contract has been entered into by and between H. R. Hamilton, Operator, the State's Lessee, and the O. C. Field Gasoline Corporation as of July 31, 1943. This approval is given subject to the condition that the State reserves its right to take its gas and/or gasoline in kind as provided for under the terms of the lease.

8. (No. 91, P.R.C., Oil and Gas Lease.) Upon motion duly made and unanimously carried, a resolution was adopted giving approval to the request dated August 5, 1943 of H. R. Hamilton, Operator and F. E. Fairfield, Partner, to assign as of July 10, 1943, an undivided one third interest to H. R. Hamilton, an undivided one third interest to the O. C. Field Gasoline Corporation an undivided one sixth interest to the Oil Tool Corporation and an undivided one sixth interest to F. E. Fairfield. Such approval is given subject to the reservation that no provisions of said Lease No. 91, P.R.C. are to be affected, and that a single agent shall be nominated by the above mentioned successors in interest under said assignment, and said single agent shall be the party with whom the State shall hereafter transact all business matters with respect to said lease and upon whom the State shall serve such notices as might become necessary during the term of said lease. Approval was further given to the instrument dated July 30, 1943 whereunder, H. R. Hamilton, Operator, the O. C. Field Gasoline Corporation by O. C. Field, President and H. A. Barrett, Assistant Secretary, F. E. Fairfield, the Oil Tool Corporation by F. E. Fairfield, President and Edna E. Sellers, Secretary assignees would jointly and severally assume and agree to perform all of the terms, covenants and conditions contained in said Oil and Gas Lease No. 91, P.R.C.