

A meeting of the State Lands Commission was held in Room 302, State Building, Los Angeles, September 8, 1943, at 10:30 A. M.

Present Hon. John F. Hassler, Chairman
 Hon. Frederick F. Houser
 Hon. Harry B. Riley

Absent None

1. The minutes of the meeting of the State Lands Commission held in Sacramento, August 25, 1943 were unanimously approved and confirmed.
2. (Easement 275, Well No. 16.) Upon motion duly made and unanimously carried, a resolution was adopted giving approval to the proposal of the Wilshire Oil Company to redrill their Wilshire No. 275-16 Well to the Jones Zone; subject to the rules and regulations of the Commission and further subject to the provision that Wilshire Oil Company shall file an indemnity bond with the State in the amount of \$25,000., and further subject to the filing by the Wilshire Oil Company of a bond in the amount of \$50,000., in order to protect the adjoining H. R. Hamilton, Reading Oil Company No. 276 Well. It was brought to the attention of the Commission that the Wilshire Oil Company has agreed to amend their lease to provide for a minimum royalty to the State of not less than 16 2/3 per cent of the production from this 275 - 16 Well.
3. (Easement No. 319, Babbitt No. 1 Well.) Upon motion duly made and unanimously carried, a resolution was adopted wherein the Beloil Corporation, Ltd. was granted approval of their proposal to deepen their Babbitt No. 1 Well subject to the rules and regulations of the Commission, and provided that Beloil Corporation, Ltd. file with the State an indemnity bond in the amount of \$25,000. The Commission was informed that Beloil Corporation had agreed, on a basis of mutual consent, to an upward royalty revision of the royalty schedule under which they make payments to the State on production from this Babbitt No. 1 Well. The royalty revision is to be a substitution of the new royalty form for the old form, formerly attached to this easement. The new royalty provision provides for a factor of 1.0 which will guarantee to the State, a minimum of not less than 12½ per cent of the oil produced from this well.
4. (State Oil and Gas Lease No. 93.) Upon motion duly made and unanimously carried, a resolution was adopted wherein the Commission approved the assignment of State Oil and Gas Lease No. 93 (located at Elwood) from Caroline C. Spalding to George F. Getty, Inc. The approval of this assignment was granted subject to the express provision that the assignor, Caroline C. Spalding, shall not be relieved of any liability or responsibility which she assumed as lessee, and with the further provision that none of the conditions, terms, covenants or agreements, etc. contained within State Oil and Gas Lease No. 93 shall be affected.
5. (Temblor Area - Kern County.) After a full discussion, upon motion duly made and unanimously carried, a resolution was adopted instructing the Executive Officer, to endeavor to arrange a conference between Robert Underhill, Secretary and Treasurer of the Board of Regents of the University of California, Mr. T. F. Rico, of the Richfield Oil Corporation and himself in order to determine the possibility of working out a mutually satisfactory agreement whereby the Board of Regents of the University of California might join with the State