

A meeting of the State Lands Commission was held in Room 302 B State Building, Los Angeles, on February 20, 1945 at 3:00 P. M.

Present: Hon. James S. Dean, Chairman
Hon. Frederick F. Houser, Member

Absent: Hon. Harry B. Riley

1. Upon motion duly made and carried, the minutes of the regular meeting of the State Lands Commission held in Sacramento on January 12, 1945 were unanimously approved and confirmed as submitted.

2. (Easement No. 274 - Huntington Beach) Upon motion duly made and unanimously carried, the Commission approved the assignment of Easement No. 274 to Wilshire Oil Company upon the following terms and conditions:

(a) The Wilshire Oil Company assuming liability and responsibility for compliance under the terms and conditions of the Easement.

(b) The filing of a satisfactory faithful performance bond in an amount of \$2,000.00.

(c) The understanding that the Ambassador Petroleum Company will not be relieved of responsibility or liability for compliance with all of the terms and conditions of Easement No. 274 during the term thereof.

(d) None of the terms or conditions of Easement 274 shall be in any manner amended or modified save and to the extent that Wilshire Oil Company becomes a party in interest for the remainder of the term thereof.

3. (No. P.R.C. 163 - Signal Oil and Gas Company, Easement No. 392 - Southwest Exploration Company) Upon motion duly made and unanimously carried, the State Lands Commission approved the joint request of Signal Oil and Gas Company and the Southwest Exploration Company, whereby Signal Oil and Gas Company desires to transfer to the Southwest Exploration Company and Southwest Exploration Company desires to assume the deep test obligation required under the Signal Oil and Gas Company's Lease No. P.R.C. 163 dated November 15, 1944.

The Commission approval was granted subject to the following understanding:

(a) That none of the provisions in either Easement

Agreement No. 392 or State Lease No. P.R.C. 163 shall be considered modified or amended except to the extent that the Lessee under No. P.R.C. 163 shall not be obligated to drill the deep test within their leased premises, and that the Grantee under State Easement No. 392 shall be relieved only for the period of such deep test drilling, of the continuous drilling obligation required under said Easement No. 392.

(b) That the drilling of such deep well on the leased premises described in Easement No. 392 shall not be considered as one of the number of wells required to be drilled under said Easement, regardless of whether said deep test well shall or shall not result in a commercial producer.

4. (Agreement No. 415 - Standard Oil Company) Upon motion duly made and unanimously carried, a resolution was adopted confirming the Executive Officer's approval of the 51st and 52nd Revisions of the State's participating interest in the productive areas of the Rio Vista Field. Under these revisions, the State's participating interest is as follows:

<u>Revision</u>	<u>Effective Date</u>	<u>State's Participation</u>
51st	11-9-44	9.838 %
52nd	12-2-44	9.876 %

This approval is granted subject to any change which might result in necessary adjustments of the basic acreage figures to be agreed upon with respect to the 11th and 12th Revisions, and is further subject to the Standard Oil Company's agreeing to extend, for a period of sixty days after the submission by the Standard Oil Company to the Commission of the revised map of the Rio Vista Field which the Standard Oil Company has agreed to submit, the time within which the State might make formal objection to the 11th to 52nd Revisions, inclusive, of the State's percentage allotment.

5. (Request of A. Russell Galloway, Jr., Sacramento, for State Lands Commission to Institute Quiet Title Proceedings to Chain Island, a Portion of Section 27, T. 3 N., R. 1 E., M.D.M., California) Upon motion duly made and unanimously carried, the Commission declined to grant the request of A. Russell Galloway, Jr., for the institution on the part of the State of quiet title proceedings to Chain Island, being a portion of Section 27, T. 3 N., R. 1 E., M.D.M., California.