

An undivided 50% to The Texas Company, a Delaware corporation;

An undivided 50% to the Jergins Oil Company, a California corporation, to be followed by assignment of an undivided 15% to Wilmington Associates, Inc., a Delaware corporation, and an undivided 35% to the Monterey Oil Company, a Delaware corporation, or alternatively directly to the latter two corporations.

Dissolution of the Marine Exploration Company is to be complete, and no resources will be maintained to continue to guarantee lease performance jointly with the assignees. However, the assignees possess resources equal to or greater than the current lessee to guarantee performance under the lease.

Each of the proposed assignees is authorized to transact business in the State of California and possesses all of the qualifications required in Division 6 of the Public Resources Code.

Mr. R. A. Waestman appeared before the Commission on behalf of the Marine Exploration Company to explain the dissolution of this company and the reason for requesting approval of the assignment and transfer of Lease P.R.C. 186 on the percentage basis indicated above. A copy of the Operating Agreement that will be entered into by the assignees will be submitted to the State Lands Commission at a later date.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF OIL AND GAS LEASE P.R.C. 186 FROM THE MARINE EXPLORATION COMPANY TO ASSIGNEES AS FOLLOWS, UPON THE RECEIPT OF A COMPLETED STANDARD FORM OF ASSIGNMENT OF LEASE:

AN UNDIVIDED 50% TO THE TEXAS COMPANY, A DELAWARE CORPORATION; AND

AN UNDIVIDED 50% TO THE JERGIN'S OIL COMPANY, A CALIFORNIA CORPORATION, TO BE FOLLOWED BY THE ASSIGNMENT OF SAID UNDIVIDED 50%; OR ALTERNATIVELY AN UNDIVIDED 15% DIRECTLY TO WILMINGTON ASSOCIATES, INC., A DELAWARE CORPORATION, AND AN UNDIVIDED 35% DIRECTLY TO MONTEREY OIL COMPANY, A DELAWARE CORPORATION.

THE AUTHORIZATION OF THE ASSIGNMENT SHALL BE SUBJECT TO THE DEPOSIT UPON BEHALF OF THE ASSIGNEES OF A PERFORMANCE BOND IN THE PENAL SUM OF \$25,000 AS REQUIRED BY SECTION 13 OF LEASE P.R.C. 186.

24. (RENEWAL OF LEASE P.R.C. 1210, FISH CANYON, LOS ANGELES COUNTY, PAUL M. JEBBIA - W.C. 1219.) Mr. Paul M. Jebbia has requested a renewal of his lease for Lot No. 1, Fish Canyon, in Section 16, T. 1 N., R. 10 W., S.B.M.

It is anticipated that the exchange of this section for U.S. Government land of equal value will be consummated within the year. Renewal for a period of ten years has been accepted by the U.S. Forest Service, the State's lessees in Fish Canyon thereby being protected for that time.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO RENEW LEASE P.R.C. 1210, ISSUED TO PAUL M. JEBBIA, COVERING LOT NO. 1, FISH CANYON, LOS ANGELES COUNTY, FOR A PERIOD OF ONE YEAR AT A RENTAL OF \$30, WITH RIGHT OF ADDITIONAL RENEWAL FOR A PERIOD OF TEN YEARS.