

MINUTE ITEM

11. ASSIGNMENT OF PARTIAL INTEREST IN OIL AND GAS LEASE P.R.C. 2205.1, UNION OFFSHORE CORPORATION TO RUNNELS GAS PRODUCTS CORPORATION, SANTA BARBARA COUNTY - W.O. 3966.

After consideration of Calendar Item 10 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE ASSIGNMENT OF A PARTIAL INTEREST IN STATE OIL AND GAS LEASE P.R.C. 2205.1 FROM UNION OFFSHORE CORPORATION TO RUNNELS GAS PRODUCTS CORPORATION. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment
Calendar Item 10 (2 pages)

CALENDAR ITEM

10.

ASSIGNMENT OF PARTIAL INTEREST IN OIL AND GAS LEASE P.R.C. 2205.1, UNION OFFSHORE CORPORATION TO RUNNELS GAS PRODUCTS CORPORATION, SANTA BARBARA COUNTY - W.O. 3966.

On July 25, 1958, Oil and Gas Lease P.R.C. 2205.1 was issued to Edwin W. Pauley, Union Oil and Gas Corporation of Louisiana, et al., joint bidders, pursuant to competitive public bidding in accordance with Division 6 of the Public Resources Code. (Exhibit "A" attached lists all bidders.)

On October 14, 1958, the Commission approved the assignment of a partial interest in the subject lease from Union Oil and Gas Corporation of Louisiana to Union Offshore Corporation (Minute Item 10, pages 4260-4262).

An application has been received from Union Offshore Corporation for approval of the assignment of their interest in Lease P.R.C. 2205.1 to Runnels Gas Products Corporation, a Delaware corporation.

Section 4 of the lease provides for the assignment as to either a divided or an undivided interest in the lease, with the approval of the State, to a corporation which at the time of the proposed assignment possesses the qualifications required by the Public Resources Code. The Runnels Gas Products Corporation has submitted evidence showing that it possesses the qualifications necessary to satisfy the statutory requirements. The bond obligations required by the lease have been met by the assignee. A form of assignment has been executed by Union Offshore Corporation and by Runnels Gas Products Corporation, assignee. The \$5 statutory filing fee has been paid by the applicant.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE ASSIGNMENT OF A PARTIAL INTEREST IN STATE OIL AND GAS LEASE P.R.C. 2205.1 FROM UNION OFFSHORE CORPORATION TO RUNNELS GAS PRODUCTS CORPORATION. THE ASSIGNEE IS TO BE BOUND BY THE TERMS OF THE LEASE TO THE SAME EXTENT AS THE ORIGINAL LESSEE.

Attachment
Exhibit "A"

EXHIBIT "A"

Phillips Petroleum Company, a Delaware Corporation; Edwin W. Pauley, an Individual; Pauley Pan American Petroleum Company, a Delaware Corporation; Pauley California Tidelands, Inc., a Delaware Corporation; Kerr-McGee Oil Industries, Inc., a Delaware Corporation; Austral Oil Exploration Company Incorporated, a Delaware Corporation; Joseph E. Seagram & Sons, Inc., an Indiana Corporation; Union Oil and Gas Corporation of Louisiana, a Delaware Corporation; Caulkins Oil Company, an Oklahoma Corporation; Orwaca Land Company, a Washington Corporation; The Tecolote Company, a Nebraska Corporation; Edward W. Carter, an Individual; Lawton W. Langdon, an Individual; Kenneth T. Norris, an Individual; Warren H. Crowell, an Individual; Calvin P. Bentley, an Individual; George P. Caulkins, Jr., an Individual; Roy D. Chapin, Jr., an Individual; Mary Joe FitzSimons, an Individual; Josephine F. Ford, an Individual; Sara Ann Chapin Hassan, an Individual; Hugo S. Higbie, an Individual; Barbara A. T. Lord, an Individual; Allen Shelden, III, an Individual; W. Warren Shelden, an Individual; John S. Hilsin, an Individual; Arnold E. Raether, an Individual; Vera Borrow Ten Eyck, an Individual; Harold Boeschstein, an Individual; Daniel Chapin, an Individual; Arthur O. Dietz, an Individual; Benson Ford, an Individual; William Clay Ford, an Individual; Harley G. Higbie, Jr., an Individual; Ernest Kanzler, an Individual; Henry Scarborough, an Individual; Elizabeth Warren Shelden, an Individual; Ethel duPont Warren, an Individual; Keith L. Brown, an Individual; Arthur F. Holland, an Individual; Alfred Charles Freigh, an Individual; Lawrence M. Arnold, an Individual.