

MINUTE ITEM

13. ASSIGNMENT OF INTEREST IN OIL AND GAS LEASE P.R.C. 2207.1 FROM PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, TO HUMBLE OIL & REFINING COMPANY, A DELAWARE CORPORATION, SANTA BARBARA COUNTY - W.O. 4473.

After consideration of Calendar Item 19 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO EXECUTE A SPECIFIC ASSIGNMENT FROM PAULEY PETROLEUM, INC. TO HUMBLE OIL & REFINING COMPANY, OF INTERESTS IN AND ASSUMPTION OF OBLIGATIONS UNDER OIL AND GAS LEASE P.R.C. 2207.1, INDICATING CONSENT TO THE ASSIGNMENT, SUBJECT TO RECEIPT AND COMPLETION OF REVIEW AS TO LEGAL SUFFICIENCY OF THE FOLLOWING:

1. A CERTIFIED COPY OF THE RESOLUTION OF THE BOARD OF DIRECTORS OF PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, AUTHORIZING THE ASSIGNMENT OF ITS INTEREST IN LEASE P.R.C. 2207.1 TO HUMBLE OIL & REFINING COMPANY, A DELAWARE CORPORATION, AND DESIGNATING THE CORPORATE OFFICER WHO IS AUTHORIZED TO EXECUTE THE SPECIFIC ASSIGNMENT OF INTEREST IN AND ASSUMPTION OF OBLIGATIONS UNDER THE LEASE.
2. A CERTIFIED COPY OF THE RESOLUTION OF THE BOARD OF DIRECTORS OF HUMBLE OIL & REFINING COMPANY, A DELAWARE CORPORATION, AUTHORIZING THE ACCEPTANCE OF THE ASSIGNMENT OF LEASE P.R.C. 2207.1 FROM PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, AND DESIGNATING THE CORPORATE OFFICER WHO IS AUTHORIZED TO EXECUTE THE SPECIFIC ASSIGNMENT OF INTERESTS IN AND ASSUMPTION OF OBLIGATIONS UNDER THE LEASE.
3. AN EXECUTED COPY OF THE SPECIFIC ASSIGNMENT OF INTEREST IN AND ASSUMPTION OF OBLIGATIONS UNDER LEASE P.R.C. 2207.1 SIGNED BY THE AUTHORIZED OFFICERS OF PAULEY PETROLEUM, INC. AND OF HUMBLE OIL & REFINING COMPANY.
4. EVIDENCE OF COMPLIANCE WITH THE LEASE BOND REQUIREMENTS BY THE ASSIGNEE.

Attachment
Calendar Item 19 (1 page)

CALENDAR ITEM

19.

ASSIGNMENT OF INTEREST IN OIL AND GAS LEASE P.R.C. 2207.1 FROM PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, TO HUMBLE OIL & REFINING COMPANY, A DELAWARE CORPORATION, SANTA BARBARA COUNTY - W.O. 4473.

Pauley Petroleum, Inc., a Delaware corporation, Lessee of a partial interest in Oil and Gas Lease P.R.C. 2207.1, is in the process of assigning its partial interest in Oil & Gas Lease P.R.C. 2207.1 to Humble Oil & Refining Company, a Delaware corporation.

Pauley Petroleum, Inc., has requested approval of the assignment of its interests in Oil and Gas Lease P.R.C. 2207.1 to Humble Oil & Refining Company. Humble Oil & Refining Company is eligible to be a State lessee under the provisions of Public Resources Code Section 6801. Appropriate substitution on the performance bond would be accomplished upon approval of the assignment by the State Lands Commission. The statutory \$5 filing fee has been paid by the applicant.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO EXECUTE A SPECIFIC ASSIGNMENT FROM PAULEY PETROLEUM, INC. TO HUMBLE OIL & REFINING COMPANY, OF INTERESTS IN AND ASSUMPTION OF OBLIGATIONS UNDER OIL AND GAS LEASE P.R.C. 2207.1, INDICATING CONSENT TO THE ASSIGNMENT, SUBJECT TO RECEIPT AND COMPLETION OF REVIEW AS TO LEGAL SUFFICIENCY OF THE FOLLOWING:

1. A CERTIFIED COPY OF THE RESOLUTION OF THE BOARD OF DIRECTORS OF PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, AUTHORIZING THE ASSIGNMENT OF ITS INTEREST IN LEASE P.R.C. 2207.1 TO HUMBLE OIL AND REFINING COMPANY, A DELAWARE CORPORATION, AND DESIGNATING THE CORPORATE OFFICER WHO IS AUTHORIZED TO EXECUTE THE SPECIFIC ASSIGNMENT OF INTEREST IN AND ASSUMPTION OF OBLIGATIONS UNDER THE LEASE.
2. A CERTIFIED COPY OF THE RESOLUTION OF THE BOARD OF DIRECTORS OF HUMBLE OIL & REFINING COMPANY, A DELAWARE CORPORATION, AUTHORIZING THE ACCEPTANCE OF THE ASSIGNMENT OF LEASE P.R.C. 2207.1 FROM PAULEY PETROLEUM, INC., A DELAWARE CORPORATION, AND DESIGNATING THE CORPORATE OFFICER WHO IS AUTHORIZED TO EXECUTE THE SPECIFIC ASSIGNMENT OF INTERESTS IN AND ASSUMPTION OF OBLIGATIONS UNDER THE LEASE.
3. AN EXECUTED COPY OF THE SPECIFIC ASSIGNMENT OF INTEREST IN AND ASSUMPTION OF OBLIGATIONS UNDER LEASE P.R.C. 2207.1 SIGNED BY THE AUTHORIZED OFFICERS OF PAULEY PETROLEUM, INC. AND OF HUMBLE OIL & REFINING COMPANY.
4. EVIDENCE OF COMPLIANCE WITH THE LEASE BOND REQUIREMENTS BY THE ASSIGNEE.